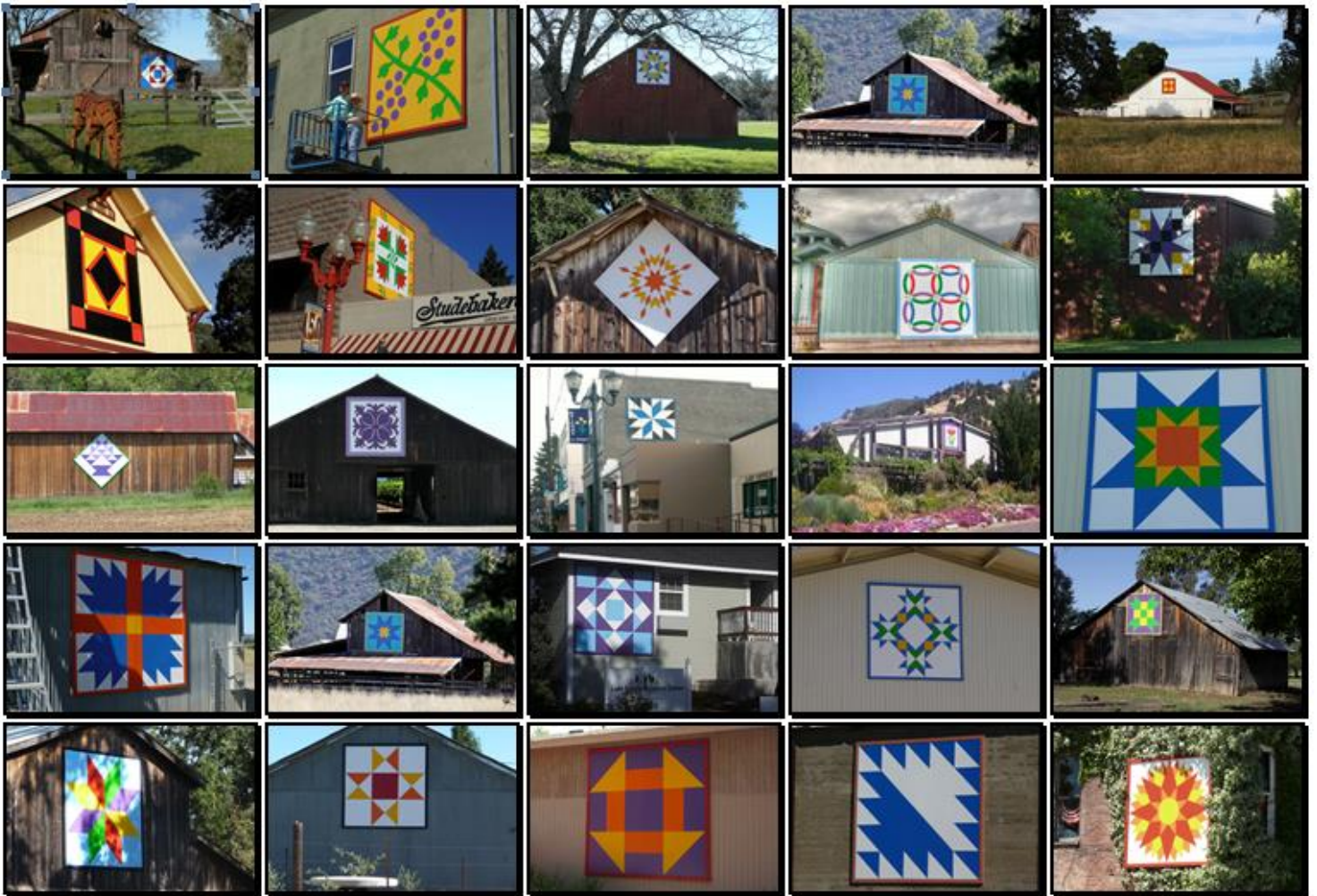


# COUNTY OF LAKE

State of California

## Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2013



*Lake County Quilt Trail*

Cathy Saderlund  
Auditor-Controller

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**COUNTY OF LAKE, CALIFORNIA**  
**Comprehensive Annual Financial Report**

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## **COUNTY OF LAKE**

Courthouse-255 North Forbes Street  
Lakeport, CA 95453  
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[matt.perry@lakecountyca.gov](mailto:matt.perry@lakecountyca.gov)

**Cathy Saderlund**  
Auditor-Controller/County Clerk

**Matt Perry**  
County Administrative Officer

December 31, 2013

The Honorable Board of Supervisors  
County of Lake  
255 N. Forbes Street  
Lakeport, CA 95453

### **To the Board of Supervisors and Citizens of Lake County**

It is our pleasure to present the County of Lake Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2013. This report is submitted in compliance with Sections 25250 and 25253 of the Government Code of the State of California.

Responsibility for the accuracy of data, and the completeness and fairness of the presentation rests with management. To the best of our knowledge and belief, the data presented are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the County of Lake.

Independent auditor Gallina, LLP Certified Public Accountants, has issued an unqualified ("clean") opinion on the County of Lake's financial statements for the year ended June 30, 2013. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) provides a narrative introduction, overview and analysis of the financial statements. It is located immediately following the independent auditor's report and serves to complement this letter of transmittal.

### **Profile of the Government**

Established in 1861, Lake County is a general law county governed by a five-member Board of Supervisors. The County encompasses 1320 square miles and is divided into five supervisorial districts. Policy making and legislative authority rests with the five-member County Board of Supervisors who serve four-year staggered terms. The Board of Supervisors uses the appointed County Administrative Officer organizational structure to carry out policies set forth by County Ordinance and Resolution. Other elected officials of the County of Lake are the Assessor-Recorder, District Attorney, Auditor-Controller/County Clerk, Sheriff-Coroner and Treasurer-Tax Collector. The voters of Lake County choose these public officials for four-year terms. Additional management consists of sixteen department heads appointed by the Board of Supervisors, one appointed by the University of California, and one appointed by the Lake County Superior Court Judges.

California counties are a political subdivision of the State of California and serve the needs of residents within the boundaries of each individual county. Lake County serves the needs of local residents by providing public safety, highways and streets, sanitation, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services. The County also acts as an administrative agent for state and federal government programs and services.

The County is required by state law to adopt a final budget each year. This annual budget serves as the foundation for the County's financial planning and control. Budgets are adopted for all governmental and proprietary funds and are prepared in accordance with Generally Accepted Accounting Principles (GAAP). The

legal level of budgetary control is maintained at the fund, department, and object level with more stringent control over capital assets, and fund balance categories, which are maintained at the line item level. The Board must approve amendments or transfers of appropriations between funds or departments as well as items related to capital assets or fund balances. Supplemental appropriations necessary and normally financed by unanticipated revenues during the year must also be approved by the Board. The Board has delegated authority to approve transfers of appropriations between object levels within the same department to the County Administrative Officer.

### Policy and Executive

Jim Comstock  
Supervisor, District 1

Jeffrey Smith  
Supervisor, District 2

Denise Rushing  
Supervisor, District 3

Anthony Farrington  
Supervisor, District 4

Rob Brown  
Supervisor, District 5

Matt Perry  
County Administrative Officer

Anita Grant  
County Counsel

### Law Enforcement/Public Safety

Francisco Rivero  
Sheriff-Coroner

Don Anderson  
District Attorney

Bill Davidson  
Animal Control Director

Rob Howe  
Probation Officer

### Health and Public Assistance

Jim Brown  
Health Services Director/VSO

Doug Gearhart  
Air Pollution Control Officer

Gail Woodworth  
Director of Child Support Services

Kristy Kelly  
Behavioral Health Director

Carol Huchingson  
Social Services Director

### Community Resources and Facilities

Steve Hajik  
Agricultural Commissioner

Christopher Veach  
Librarian

Caroline Chavez  
Public Services Director

Mark Dellinger  
Special Districts Administrator

Greg Giusti  
UC Coop/Farm Advisor

Rick Coel  
Community Development Director

Scott DeLeon  
Public Works Director/DWR

### General Government and Support Services

Doug Wacker  
Assessor-Recorder

Barbara Ringen  
Treasurer-Tax Collector

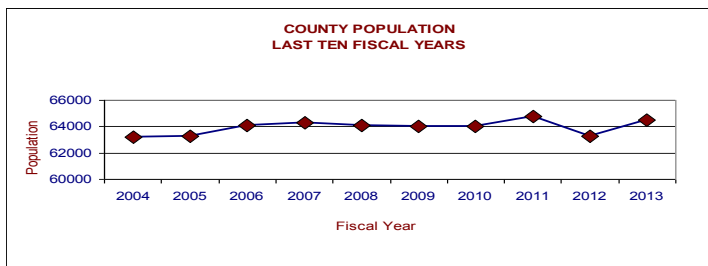
Cathy Saderlund  
Auditor-Controller/County Clerk

Kathy Ferguson  
Human Resources Director

Diane Fridley  
Registrar of Voters

Shane French  
Information Technology Director

### County Geography and Demographics



Lake County is located a 2 hour drive time from the San Francisco Bay area and the Sacramento metropolitan area. It is approximately 127 road miles north of San Francisco, 126 road miles west of Sacramento, and 80 road miles east of the Pacific Coast. Lake County is bordered by the counties of Napa, Sonoma, Mendocino, Glenn, Colusa and Yolo and covers an area of approximately 803,840 acres.

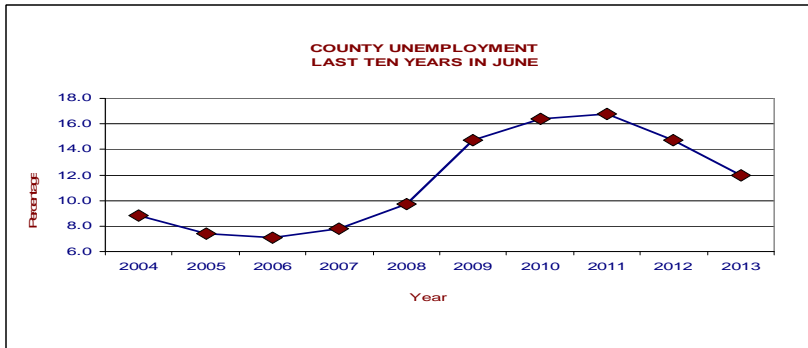
The State Department of Finance estimated Lake County's population as of January 1, 2013, to be 64,531. The population for the two cities in Lake County, Clearlake and Lakeport as of January 1, 2013, was estimated to be 15,192 and 4,713 respectively.

### Economic Condition and Outlook

Lake County's economy has historically been based on agriculture and tourism, both of which continue to be an integral part of our community and important contributors to the County's tax base. The collection of transient occupancy taxes has decreased significantly beginning in fiscal year 2008/2009. The amount received in fiscal year 2012/2013 was 44% of the amount collected in fiscal year 2007/2008. Another declining revenue source the past several years has been construction permits. After declining by about 30% annually each year from fiscal year 2006/2007 to 2009/2010 and declining by 7% in fiscal year 2010/2011, permit revenues increased by 5% in fiscal year 2012/2013 compared to the prior year.

As of the lien date of January 1, 2013, the value of taxable properties on the County's property tax roll was slightly less than the prior year, continuing a decline which totals 4% since the lien date of January 1, 2009. The real estate market in Lake County recovers a few years after the market in Sonoma County, which is beginning to recover from the recession. Therefore, County staff is cautiously optimistic that the real estate market in Lake County will see a strong recovery in a few years. One sign of a recovering economy in Lake County is that after declining the past few years, sales taxes increased in fiscal year 2012/2013 to 95% of the amount received in fiscal year 2008/2009.

Since transient occupancy taxes, building permits, property taxes, and sales taxes are significant sources of locally generated County revenues County staff anticipates a continuing challenge to meet the demands for public services and maintain a structurally balanced budget until such revenues rebound to pre-recession levels.



As of June 2013, the County's unemployment rate was 12.0% and Lake County was ranked number 46 out of 58 counties. The statewide average at that same time was 10.7%. The County unemployment rate during June of the previous year was 14.7%, an indicator of a modestly improving unemployment rate in the County, yet still well below the statewide average.

The County operates an aggressive marketing and economic development program, with a goal of expanding and diversifying the local tax base. The development of a rural, satellite campus by Marymount California University, a private, four year college based in Palos Verdes, California, in Lake County will further improve and expand the local economy.

The State mandated dissolution of redevelopment agencies of the County of Lake, City of Lakeport, and City of Clearlake has redirected tax increment monies formerly provided to the redevelopment agencies, back to the entities receiving property tax allocations in those former redevelopment areas. Those entities include local school and fire districts and the County in the form of discretionary revenue. The County general fund has had to rely on the property tax increment formerly received by the County's former redevelopment agency to maintain essential public services.

Lake County continues a proven track record of balancing its annual budgets, even during the most difficult times. State imposed revenue reductions, unfunded mandates, and the depressed national and state economies continued to present challenges to local governments throughout California and Lake County was no exception to that rule. The difference for the County in weathering difficult times is the County's continual effort for the general fund to remain debt free, maintain healthy fund balances, and ensure a structurally balanced budget and avoiding the use of one-time funds to finance ongoing operational costs.

County department heads, both elected and appointed, work cooperatively and successfully with the County Administrative Officer and Board of Supervisors on budget and fiscal matters. County leaders are continually seeking opportunities for improving efficiencies within our organization.

### County Budget Overview

The County's annual budget is prepared with the following objectives in mind:

1. Develop a responsible, sustainable budget that will enable the County to maintain its fiscal solvency during both the short-term and over the long-term.
2. Minimize and/or completely avoid any negative impacts on service levels provided to the public; improve services when possible.
3. Preserve the County's general reserve and, if possible, increase reserves and assigned/obligated fund balance set asides to help prepare for the County's future budgetary needs.
4. Avoid negatively impacting the County's employees and local economy by not imposing a large

number of layoffs, work furloughs or other forms of compensation reductions in order to balance the budget.

Balancing these competing objectives is becoming more difficult as revenues decline and the demand for services increases. The budget for fiscal year 2012/13 achieved the above objectives even though a few special revenue funds required transfers of one time money from the general fund to maintain service levels. Other than these transfers, the County continues to use one-time general fund revenues for one-time purposes. This has enabled reserves and/or assigned/obligated fund balances to be increased and the financing of several special projects.

Although department heads and staff needed to continue closely monitoring and controlling their expenditures, the County's budget in fiscal year 2012/2013 provided adequate appropriations to maintain service levels and enabled progress to continue being made in many special programs and capital projects. The County has not been required to impose massive layoffs, employee furloughs, and reductions in employee compensation or elimination of high priority services to the public. The County lives within its financial means and does not borrow money from outside sources to cover general fund operating expenses. The County also has not needed to issue tax revenue anticipation notes for interim financing purposes.

### **Major Accomplishments and Goals**

During the fiscal year ending June 30, 2013, County departments accomplished many objectives and continued progress in many areas while successfully performing their day-to-day responsibilities and duties. Examples include the following:

- ✓ Executed a fifteen year lease with Marymount California University to lease the Lucerne Castle Hotel to serve as a rural campus.
- ✓ Dedicated and opened the new Middletown Library/ Community and Senior Center.
- ✓ Adopted an interim medical marijuana cultivation ordinance.
- ✓ Completed improvements to the Southeast Regional Wastewater Treatment Plant.

*Future goals for fiscal year 2013/2014 include:*

- Complete construction of the Clearlake Oaks Senior Center, expected in the spring of 2014.
- Open a Sheriff sub-station in Clearlake Oaks to replace the facility in the Clearlake.
- Complete renovations to the Lucerne Castle Hotel for the Marymount California University rural campus.
- Execute a lease with Kelseyville Unified School District to lease the Gard Street School and renovate the facility to use as offices for the Child Support Services Department.
- Complete park projects throughout the County, including the Middletown Square Plaza, and Hammond Park.
- Begin construction of curb, gutter and sidewalks along Highway 20 in Clearlake Oaks to improve pedestrian safety, especially that of school children.
- Begin renovations to expand the Southshore Health building to accommodate the needs of the Behavioral Health Department.
- Implement the Patient Protection and Affordable Care Act as it relates to programs administered by the Department of Social Services.
- Adopt an updated Zoning Ordinance.
- Adopt a permanent medical marijuana cultivation ordinance.

### **Financial Information and Condition**

The management of the County of Lake is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal control structure is designed to provide reasonable, but not absolute, assurance these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived. This evaluation of cost to benefit requires estimates and judgements by management.

The County is required to undergo a annual single audit in conformity with the provisions of the Single Audit Act and U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments*. Information related to this single audit, including the schedule of federal financial assistance, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations are included in the single audit report, which is issued as a separate document.

The accounting methods and procedures adopted by the County of Lake conform to generally accepted accounting principles as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable under the criteria set by Governmental Accounting Standards Board (GASB) Statement No. 14.

The County maintains budgetary controls to ensure compliance with the legal provisions contained in the annual appropriated budget approved by the County Board of Supervisors under the provision of Sections 29080-29093 of the Government Code. Those provisions set timelines and requirements for establishing a county budget each fiscal year. The County of Lake Board of Supervisors, in conjunction with the Auditor-Controller, efficiently and responsibly adheres to those provisions.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance, part of the government's operations. Blended component units are an extension of the County and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each component unit has a June 30<sup>th</sup> year-end.

#### *Blended Component Units*

Entities included in the County's reporting entity as component units because of their operational and financial relationship with the County and because the Lake County Board of Supervisors also serves as their governing board are the Air Quality District, the Watershed Protection Districts, the County Service Areas, the Lighting Districts, the Sanitation Districts, the Lake County Housing Commission, the Lake County Redevelopment Agency Successor Agency, and the Lake County Public Financing Authority.

#### *Discretely Presented Component Units*

The County of Lake has no component units which meet the criteria for discrete presentation.

### **Cash Management**

The County's investment policy is to minimize credit and market risks while maintaining liquidity and a competitive yield on its portfolio. Cash is pooled for the purpose of increasing interest through investment activities. The County's Treasury Oversight Committee was disbanded by the Board of Supervisor's in 2010 in favor of an Annual Treasury Meeting held each February. The Annual Treasury Meeting, external audits and quarterly reports to the Board of Supervisor's, Auditor-Controller and Administrative Officer exist to provide a level of assurance over the investment activities of the County Treasury.

### **Debt Administration**

The County has \$26,910,872 of direct debt outstanding as of June 30, 2013. This includes general obligation and special assessment bonds with County commitment, revenue bonds, loans, certificates of participation, closure/post closure liability, and compensated absences. Activities related to existing long-term debt can be found in the Notes to the Basic Financial Statements, Note 6.

### **Risk Management**

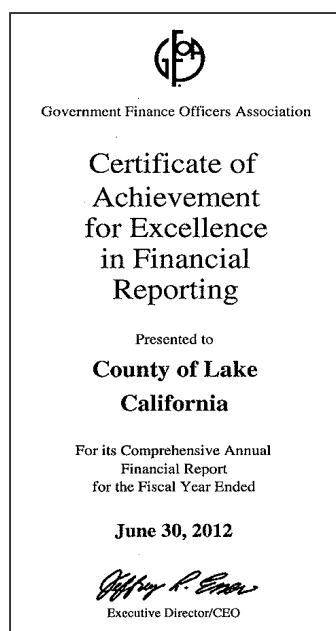
The County has a Risk Management program operated through the County Counsel's Office that handles administration of its Risk Management Funds (Internal Service Funds). These funds are retained to finance insured and uninsured risks of loss. The County's uninsured risk of loss for public liability claims is \$10,000 per occurrence; the County is fully insured for workers' compensation losses; and the County is fully self-insured for all unemployment claims. The County is a member of the County Supervisors Association of California Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for counties. The County pays an annual premium to the Authority for insurance coverage. All funds within the County participate in the program and make payments to the Risk Management Fund based on actuarial estimates of prior and current claims with an allowance for establishing reserves.

## Other Information

California Government Code requires an annual audit of the books of accounts, financial records, and transactions of all offices of the County by independent certified public accountants. The County Audit Committee selected Gallina, LLP, Certified Public Accountants to perform this requirement for fiscal year ending June 30, 2013. The audit was designed to meet the requirements of the Single Audit Act and related U.S. Office of Management and Budget's Circular A-133, in addition to requirements set forth by state statutes. The independent auditor's report on the general purpose financial statements and individual fund statements and schedules is included in the financial section of this report. The supplementary auditor report of internal control and compliance with applicable laws and regulations is issued separately.

As required of a government of our size, this report has been prepared in conformity with Governmental Accounting Standards Board Statement 34. As mentioned previously, this letter of transmittal should be used as a supplement to the Management Discussion and Analysis (MD&A) which can be found preceding the basic financial statements contained within.

## Awards and Acknowledgements



The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2012. This is the ninth year the County has received this recognition. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of Comprehensive Annual Financial Statements is possible only through the effort and determination of those involved in the preparation. The staff in the Auditor-Controller's Office, with the support of the County Administrative Office was dedicated to completing this document efficiently and with the highest standard of excellence and transparency. We would like to also thank those departments involved in the preparation of this document, as well as our external auditors, Gallina LLP for their assistance in helping us to produce a quality document.

As always, we applaud the County Board of Supervisors for their continued efforts to maintain the fiscal health of Lake County, while striving to address the issues important to the citizens of Lake County.

Respectfully submitted,

A handwritten signature in black ink, reading "Cathy Saderlund".

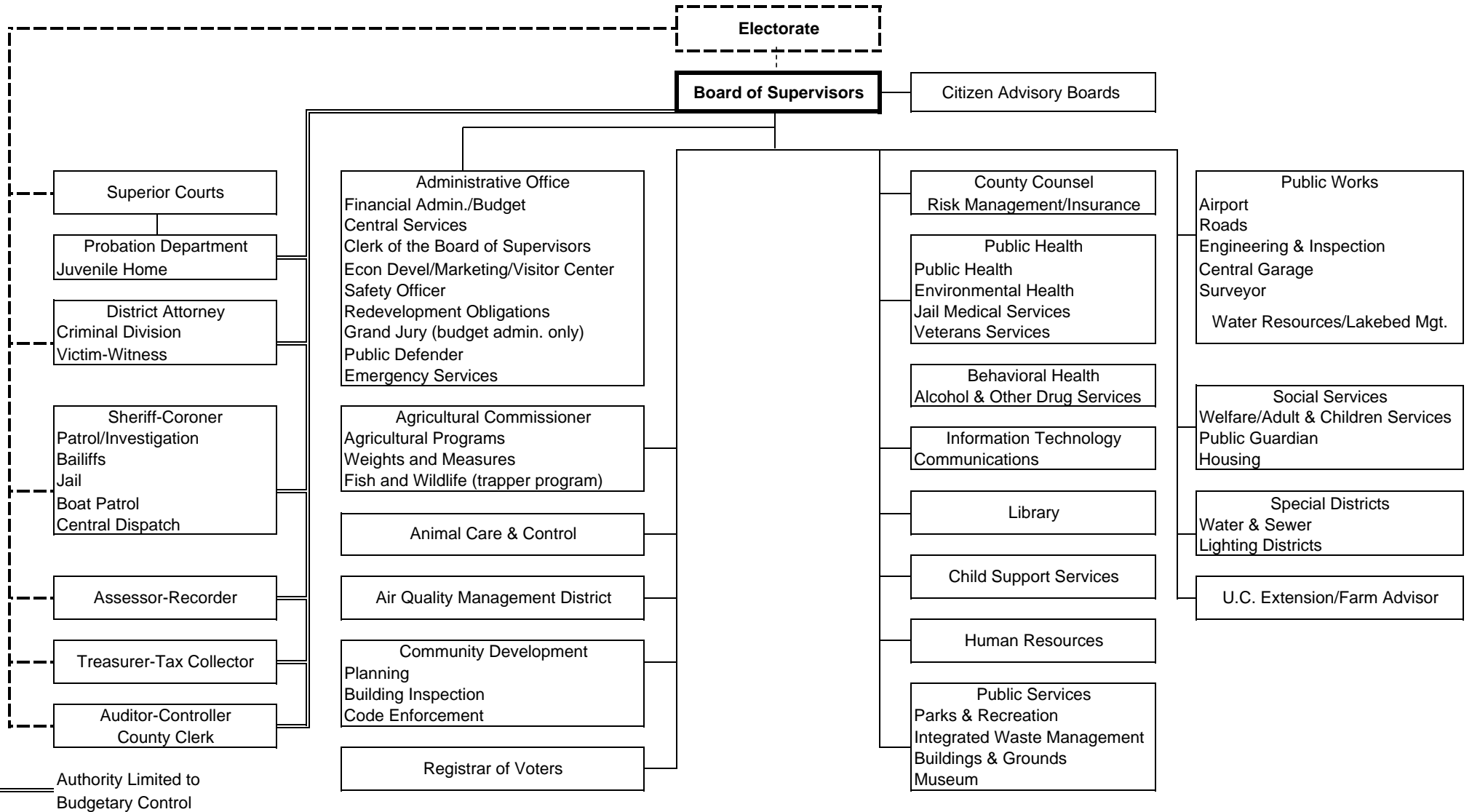
Cathy Saderlund  
Auditor-Controller

A handwritten signature in black ink, reading "Matt Perry".

Matt Perry  
County Administrative Officer



**COUNTY OF LAKE**  
**ORGANIZATIONAL CHART**  
As of September 2012



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## INDEPENDENT AUDITOR'S REPORT

Board of Supervisors and Grand Jury  
County of Lake  
Lakeport, California

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Lake, California, (the County), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2013, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Lake's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2013 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Roseville, California  
December 31, 2013

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## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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## County of Lake

### Management's Discussion and Analysis

As management of the County of Lake, California, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information in our financial statements.

#### Financial Highlights

The assets of the County exceeded its liabilities and deferred inflows at the close of fiscal year June 30, 2013 by \$219,766,984 (*total net position*):

- \$136,673,157 is net investment in capital assets.
- \$46,229,210 is restricted for specific purposes (*restricted*)
- \$36,864,617 in unrestricted will be used to meet the government's ongoing obligations to citizens and creditors.

The County's total net position increased by \$12,252,204:

- This total net position increase is comprised of a \$5,485,094 increase in unrestricted, \$2,622,681 increase in restricted and a \$4,144,429 increase in net investment in capital assets.
- Revenues exceeded expenses by \$7,880,503.

As of June 30, 2013, the County's governmental funds reported combined fund balances of \$84,503,838, an increase of \$5,080,851. Approximately 28% of the combined fund balances, \$23,648,192, is available to meet the County's current and future needs (committed, assigned, and unassigned)

- At the end of the current fiscal year, the assigned/unassigned fund balance for the general fund was \$22,214,083, or 55% of total general fund expenditures.

#### Overview of the Financial Statements

Management's Discussion and Analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements** The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private sector business.

The *statement of net position* presents information on all the County's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in a future fiscal period (e.g. long-term notes loans and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include the General Fund, Road, Airport, Community Development, Fish and Game, Housing and CDBG Programs, Criminal Justice and Sheriff Programs, Behavioral Health and Health Administration, and Social Services. The business-type activity of the County is Solid Waste Management.

Component units are included in the basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same governing board as the County.

Component units for the County include the Air Quality District, the Lake County Housing Commission, the Watershed Protection Districts, the County Service Areas, the Lighting Districts, Lake County Redevelopment Successor Agency, and the Sanitation Districts. A separate financial statement is prepared for the Lake County Housing Authority and the financial statements of which can be obtained by writing to the Auditor-Controller's Office, 255 North Forbes Street, Lakeport, CA 95453.

The government-wide financial statements can be found on pages 17 – 19 of this report.

**Fund financial statements** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide reconciliation to the government-wide financial statement in order to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains governmental funds organized according to their type—special revenue, debt service and capital projects. The County segregates from the General Fund a number of significant functions in major funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Housing Programs, Mental Health Programs, Social Services and County Redevelopment Agency, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of *combining statements* located in the *Combining and Individual Fund Statements and Schedules* section of this report.

The County adopts an annual appropriated budget for all of its operating funds. A budgetary comparison statement has been provided for the General Fund and major special revenue funds to demonstrate performance against this budget.

The governmental funds financial statements can be found on pages 24 – 27 of this report.

**Proprietary funds.** The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses an enterprise fund to account for Solid Waste Management. *Internal service* funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for Unemployment Insurance, Public Liability Insurance, Workers' Compensation Insurance, Self Funded Dental/Vision, Heavy Equipment Rental, Fleet Maintenance, and Central Garage. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Solid Waste Management, which is considered to be a major fund of the County. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor internal service funds is provided in the form of *combining statements* elsewhere in this report.

The proprietary funds financial statements can be found on pages 28 – 31 of this report.



**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary funds financial statements can be found on pages 32 – 33 of this report.

**Notes to the basic financial statements** The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the basic financial statements can be found on pages 37 – 68 of this report.

**Required Supplementary Information.** The Required Supplementary Information follows the Notes to the basic financial statements and contains budgetary comparison schedules for the General Fund by function along with major special revenue funds. Further information relative to this information is contained in the notes to required supplementary information.

The required supplementary information can be found on pages 71 – 78 of this report.

**Supplementary Section.** The Supplementary section contains the combining and individual fund statements and schedules for all nonmajor funds.

The supplementary section can be found on pages 85 – 162 of this report.

**Statistical Section.** The Statistical section contains statistical information as required of GASB Statement No. 44, Economic Condition Reporting. The focus of the Statistical section is the primary government.

The statistical section can be found on pages 165 – 199 of this report.

## Government-Wide Financial Analysis

The following comparative analysis is provided as required under Governmental Accounting Standards Board (GASB) Statement No. 34.

County of Lake Summary of Net Position as of June 30								
	Governmental Activities		Business-Type Activities		Total		Total	
	2012	2013	2012	2013	2012	2013	Dollar Change	Percent Change
<b>Assets:</b>								
Current and other assets	\$ 103,712,523	\$ 103,517,239	\$ 6,680,684	\$ 7,535,151	\$ 110,393,207	\$ 111,052,390	\$ 659,183	1%
Capital assets	147,547,241	150,482,181	4,820,394	4,515,458	152,367,635	154,997,639	2,630,004	2%
Total assets	251,259,764	253,999,420	11,501,078	12,050,609	262,760,842	266,050,029	3,289,187	1%
<b>Liabilities:</b>								
Current and other liabilities	21,383,955	13,259,268	93,113	185,317	21,477,068	13,444,585	(8,032,483)	-37%
Long-term liabilities	28,543,312	27,398,937	5,225,682	5,439,523	33,768,994	32,838,460	(930,534)	-3%
Total liabilities	49,927,267	40,658,205	5,318,795	5,624,840	55,246,062	46,283,045	(8,963,017)	-16%
<b>Net Assets:</b>								
Net investment in capital assets	127,708,334	132,157,699	4,820,394	4,515,458	132,528,728	136,673,157	4,144,429	3%
Restricted	43,606,529	46,229,210	-	-	43,606,529	46,229,210	2,622,681	6%
Unrestricted	30,017,634	34,954,306	1,361,889	1,910,311	31,379,523	36,864,617	5,485,094	17%
Total net position	\$ 201,332,497	\$ 213,341,215	\$ 6,182,283	\$ 6,425,769	\$ 207,514,780	\$ 219,766,984	\$ 12,252,204	6%

## Analysis of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$219,766,984 the close of the most recent fiscal year.

The largest portion of the County's net position \$136,673,157 or 62% is its investment in capital assets (e.g. land, building, improvements, equipment, park facilities and infrastructure—roads, bridges, water and sewer systems), which is shown less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens. These assets are *not* available for future spending.

Restricted net position of \$46,229,210 or 21% represents resources that are subject to external restrictions on how they may be used. The remaining \$36,864,617 or 17%, unrestricted net position, may be used to meet the County's ongoing obligations to citizens and creditors.

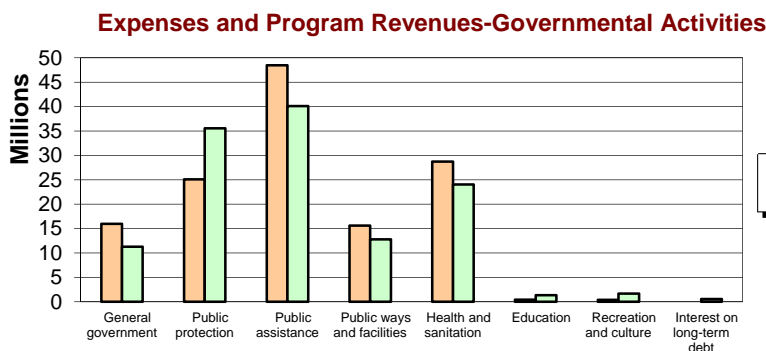
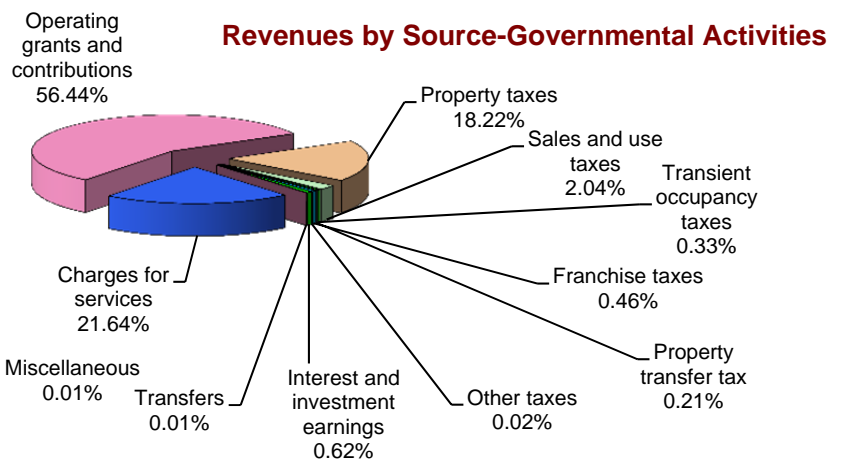
At the conclusion of the fiscal year June 30, 2013 the County is able to report positive balances in all three categories of net position, for the government as a whole.

County of Lake Changes in Net Position as of June 30								
	Governmental Activities		Business-Type Activities		Total		Total	
	2012	2013	2012	2013	2012	2013	Dollar Change	Percent Change
<b>Revenues</b>								
Program Revenues:								
Charges for Services	\$ 27,947,975	\$ 29,207,978	\$ 1,950,735	\$ 2,490,604	\$ 29,898,710	\$ 31,698,582	\$ 1,799,872	6%
Operating grants and contributions	68,923,497	76,189,444	43,557	36,787	68,967,054	76,226,231	7,259,177	11%
Capital grants and contributions	-	-	-	-	-	-	-	-
General Revenues:								
Property taxes	25,610,938	24,594,160	-	-	25,610,938	24,594,160	(1,016,778)	-4%
Sales and use taxes	2,616,216	2,758,221	-	-	2,616,216	2,758,221	142,005	5%
Transient occupancy taxes	601,015	441,277	-	-	601,015	441,277	(159,738)	-27%
Property transfer taxes	218,292	282,173	-	-	218,292	282,173	63,881	29%
Franchise taxes	634,372	625,391	31,357	41,433	665,729	666,824	1,095	0%
Aircraft taxes	18,765	20,079	-	-	18,765	20,079	1,314	7%
Timber yield taxes	479	206	-	-	479	206	(273)	-57%
Tobacco settlement	-	-	-	-	-	-	-	0%
Interest and investment earnings	910,958	843,435	56,732	53,142	967,690	896,577	(71,113)	-7%
Transfers	-	14,200	-	(14,200)	-	-	-	-
Miscellaneous	10,187	6,964	-	-	10,187	6,964	(3,223)	-32%
Total revenues	127,492,694	134,983,528	2,082,381	2,607,766	129,575,075	137,591,294	8,016,219	6%
<b>Expenses</b>								
General government	13,378,397	11,277,248	-	-	13,378,397	11,277,248	(2,101,149)	-16%
Public protection	34,497,620	35,548,919	-	-	34,497,620	35,548,919	1,051,299	3%
Public ways and facilities	15,962,568	12,783,460	-	-	15,962,568	12,783,460	(3,179,108)	-20%
Health and sanitation	24,367,096	24,043,204	-	-	24,367,096	24,043,204	(323,892)	-1%
Public assistance	39,828,753	40,115,108	-	-	39,828,753	40,115,108	286,355	1%
Education	1,220,056	1,342,771	-	-	1,220,056	1,342,771	122,715	10%
Culture and recreation	1,576,138	1,678,444	-	-	1,576,138	1,678,444	102,306	6%
Solid Waste Management	-	-	2,211,157	2,364,280	2,211,157	2,364,280	153,123	7%
Interest on long-term debt	1,178,234	557,357	-	-	1,178,234	557,357	(620,877)	-53%
Total expenses	132,008,862	127,346,511	2,211,157	2,364,280	134,220,019	129,710,791	(4,509,228)	-3%
Change in net assets before extraordinary item	(4,516,168)	7,637,017	(128,776)	243,486	(4,644,944)	7,880,503	12,525,447	-270%
Extraordinary Item	5,330,342	-	-	-	5,330,342	-	(5,330,342)	-
Change in net position	814,174	7,637,017	(128,776)	243,486	685,398	7,880,503	7,195,105	-
Net position - July 1	200,518,323	201,332,497	6,311,059	6,182,283	206,829,382	207,514,780	685,398	0%
Prior period adjustment	-	4,371,701	-	-	-	4,371,701	4,371,701	0%
Net position - July 1, restated	200,518,323	205,704,198	6,311,059	6,182,283	206,829,382	211,886,481	5,057,099	0%
Net position - June 30	\$ 201,332,497	\$ 213,341,215	\$ 6,182,283	\$ 6,425,769	\$ 207,514,780	\$ 219,766,984	12,252,204	6%

As listed in Financial Highlights, the County's net position increased by \$12,252,204 during the June 30, 2013 fiscal year.

**Governmental activities.** Governmental activities increased the County's net position by \$12,008,718 or approximately 6%. Total revenues increased by \$7,490,834 or approximately 6%, while total expenses decreased by \$662,351, or approximately 1%.

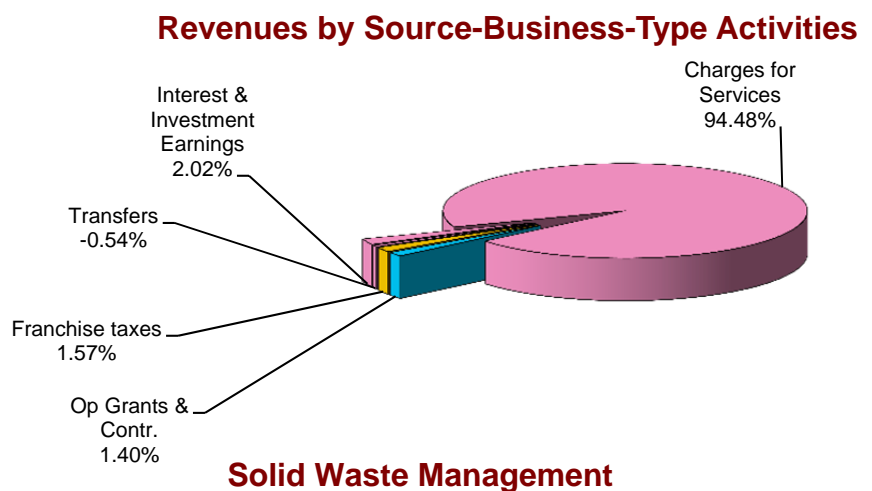
**Revenues.** The total revenue increase of \$7,490,834 is primarily within program revenues; while several general revenue tax categories decreased. Increasing revenue categories were charges for services at \$1,260,003, operating grants and contributions at \$7,265,947, sales and use taxes at \$142,005, property transfer taxes at \$63,881, and miscellaneous type at \$12,018. Decreasing revenues were seen in property taxes at \$1,016,778, transient occupancy taxes at \$159,738, franchise taxes at \$8,981, and interest and investment earnings at \$67,523.



**Expenses.** Expenses decreased by \$4,662,351. The overall \$4,662,351 decrease was within categories within general government at \$2,101,149, public ways and facilities at \$3,179,108, health and sanitation at \$323,892, and interest on long-term debt at \$620,877. Increases in expenditures were seen in public protection at \$1,051,299, public assistance at \$286,355, education at \$122,715, and culture and recreation at \$102,306.

**Business-type activities.** Business-type activities decreased the County's net business-type position by \$243,486 or 4%. Total revenues increased by \$525,385 or 25%, total expenses increased by \$153,123 or 7%.

**Revenues.** Total program revenues increased by \$533,099 and total general revenues decreased by \$7,714. This consists of an increase in charges for services of \$539,869, and franchise taxes at 10,076. Decreases were in operating grants and contributions at \$6,770, interest and investment earnings at \$3,590, and miscellaneous revenue at \$14,200.



### Expenses and Program Revenues-Business-type Activities



**Expenses.** Total expenses increased by \$153,123 from the previous fiscal year. The Solid Waste Management activity increased in net position for this fiscal year after a declining net position trend since fiscal year ending 2005. Expenses increased, yet revenues increased greater than expenses resulting in a positive increase in net position for this reporting period.

### Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to demonstrate compliance with finance-related legal requirements.

**Governmental funds** The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As listed in the *Financial Highlights*, at June 30, 2013 the County's governmental funds reported combined ending fund balances of \$84,503,838 an increase of \$5,080,851 in comparison with the prior year. Approximately 28% of the combined fund balance, \$23,648,642 constitutes assigned and unassigned fund balance, which is available to meet the County's current and future needs. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has been committed to the following:

- Nonspendable, advances receivable and inventory – \$6,828,647
- Restricted, external constraints (grants, laws) – \$54,026,999

The increase in fund balances for the County's governmental funds reflects a combination of the County's continued prudent spending practices, as well as greater than anticipated revenues.

The General Fund is the primary operating fund of the County. At June 30, 2013, assigned fund balance of the General Fund was \$11,109,483 while total fund balance reached \$30,936,054. The \$11,109,483 assigned fund balance is designated by the governing body for special projects, \$11,104,600 is unassigned for subsequent year needs, while \$6,706,342 in nonspendable fund balance constitutes advances and inventory. The general fund contains a restricted or committed fund balance of \$2,015,629. The Board remains committed to utilizing one time funding sources for one time projects. As a measure of the general fund's liquidity, it may be useful to compare both assigned fund balance and total fund balance to total fund expenditures. Assigned fund balance represents 27% of total general fund expenditures, while total fund balance represents 76% of that same amount. The general fund balance decreased by \$1,871,031 during the fiscal year.

Other major funds include the Housing Programs and Social Services. The Housing Programs and Social Services had total fund balances of \$5,782,160 and \$2,241,627 respectively; an increase in fund balance of \$5,834,609 and \$76,426 respectively.

**Proprietary funds** The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The net position of the enterprise fund increased from \$6,182,283 to \$6,425,769, a 4% increase from the previous fiscal year.

## General Fund Budgetary Highlights

The differences between the original budget and the final amended budget revenues were an increase of \$667,595. This represents a negligible decrease in revenue adjustments. The differences between the original budget and the final amended budget appropriations were an increase of \$633,950. This increase is negligible when compared to the overall budget, appropriation adjustments made during the fiscal year for all functions is summarized below:

- General government – net increase of \$30,332. This is a negligible increase compared to total category budget.
- Public Protection – net decrease of \$70,284. This is also a negligible decrease compared to total category budget.
- Public Assistance – no change.
- Education – net increase of \$2,587. This is a negligible increase compared to total category budget.
- Recreation and Culture – net increase of \$54,242 in the Parks and Recreation department.
- Total Capital Outlay – net increase of \$617,073. Increases and decreases spread throughout several different departments.

During the year, actual revenues were \$3,550,020 greater than revenue estimates. During the year, actual expenditures were less than budgetary estimates by \$12,066,651. The net effect of over-realization of revenues and under-utilization of appropriations resulted in a positive variance of \$15,616,671 prior to consideration of interfund transfers. This variance is due to management's realistic revenue estimates and fiscally responsible spending practices.

Specific categories and their associated variances can be found in the Required Supplementary Information section of this report, pages 72 – 75.

## Capital assets

The County's investment in capital assets for its governmental and business type activities as of June 20, 2013 was \$154,997,639 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, equipment, park facilities and infrastructure (roads, bridges, water and sewer systems). The total increase in the County's investment in capital assets for the current fiscal year of \$2,630,004 and represented an increase in land, construction in progress, equipment and infrastructure, with an offsetting decrease in buildings and improvements.

**County of Lake**  
**Capital Assets as of June 30 (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total		Total	
	2012	2013	2012	2013	2012	2013	Dollar Change	Percent Change
Land	\$ 21,551,764	\$ 22,528,618	\$ 742,356	\$ 742,356	\$ 22,294,120	\$ 23,270,974	\$ 976,854	4%
Construction in progress	11,247,050	12,860,564	-	-	11,247,050	12,860,564	1,613,514	14%
Buildings and improvements	43,524,578	42,352,742	1,004,691	976,725	44,529,269	43,329,467	(1,199,802)	-3%
Equipment	5,174,165	5,445,424	1,045,108	816,646	6,219,273	6,262,070	42,797	1%
Infrastructure	66,049,684	67,294,833	2,028,239	1,979,731	68,077,923	69,274,564	1,196,641	2%
Net capital assets - June 30	\$ 147,547,241	\$ 150,482,181	\$ 4,820,394	\$ 4,515,458	\$ 152,367,635	\$ 154,997,639	\$ 2,630,004	2%

Detailed information on the County's capital assets can be found in the Notes to the Financial Statements, Note 4 pages 52-53.

## Long-Term Liabilities

As of June 30, 2013, the County had total long-term obligations outstanding of \$26,910,872. The largest obligations were Loans Payable of \$10,740,086 for water and wastewater projects, followed by Closure/Post Closure for Solid Waste of \$5,120,997, revenue bonds of \$4,500,000, compensated absences of \$3,299,693, and Kelseyville/Finley Water Project Certificates of Participation of \$2,584,396. The remaining includes special assessment bonds, \$356,000, Solid Waste corrective action of \$165,700, and general obligation bonds, \$144,000.

During the fiscal year, the County's total long-term liabilities decreased by \$1,315,415. This change was the result of scheduled bond, and loan payments made during the fiscal year.

The majority of County long-term liabilities consist of loans payable, certificates of participations and revenue bonds that are paid for by dedicated revenue sources, bonds and special assessments for those within the areas of service.

Detailed information on the County's long-term debt can be found in the Notes to the Financial Statements, Note 5 page 54-58

### **Requests for Information**

This financial report is designed to provide a general overview of the County's finances for all interested parties. Questions concerning the information contained within this report or requests for additional information should be addressed to the County of Lake, Auditor-Controller, 255 North Forbes Street, Lakeport, CA 95453. This report, along with the County Budget, is also available via the internet at:  
[http://www.co.lake.ca.us/Government/Directory/AuditorController/Financial\\_Reporting.htm](http://www.co.lake.ca.us/Government/Directory/AuditorController/Financial_Reporting.htm)

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**BASIC FINANCIAL STATEMENTS**  
**Government Wide Financial Statements**

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# COUNTY OF LAKE

## Statement of Net Position June 30, 2013

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Totals
<b>Assets</b>			
Cash and investments	\$ 81,028,586	\$ 2,131,661	\$ 83,160,247
Restricted cash	1,392,429	4,930,767	6,323,196
Imprest cash	9,340	500	9,840
Cash with fiscal agent	320,855	--	320,855
Accounts receivable	4,484,578	463,065	4,947,643
Due from other governments	8,495,304	--	8,495,304
Taxes receivable	198,712	--	198,712
Interest receivable	52,475	9,158	61,633
Inventories	155,549	--	155,549
Loans receivable	7,379,411	--	7,379,411
Capital assets:			
Nondepreciable	35,389,182	742,356	36,131,538
Depreciable, net	115,092,999	3,773,102	118,866,101
<b>Total Assets</b>	<b>253,999,420</b>	<b>12,050,609</b>	<b>266,050,029</b>
<b>Liabilities</b>			
Accounts payable	2,711,685	89,716	2,801,401
Accrued interest payable	179,963	--	179,963
Accrued salaries and benefits	6,181,636	95,601	6,277,237
Unearned revenue	3,377,987	--	3,377,987
Deposits and other liabilities	111,330	--	111,330
Estimated claims liability	696,667	--	696,667
Long-term liabilities			
Due within one year	1,990,487	7,969	1,998,456
Due in more than one year	19,566,508	5,345,908	24,912,416
Liability for post-employment benefits	5,841,942	85,646	5,927,588
<b>Total Liabilities</b>	<b>40,658,205</b>	<b>5,624,840</b>	<b>46,283,045</b>
<b>Net Position</b>			
Net investment in capital assets	132,157,699	4,515,458	136,673,157
Restricted for:			
Debt service	7,203,870	--	7,203,870
Capital projects	58,254	--	58,254
Grants, taxes, and fees	38,967,086	--	38,967,086
Unrestricted	34,954,306	1,910,311	36,864,617
<b>Total Net Position</b>	<b>\$ 213,341,215</b>	<b>\$ 6,425,769</b>	<b>\$ 219,766,984</b>

The accompanying notes are an integral part of these financial statements.

# COUNTY OF LAKE

## Statement of Activities For the Year Ended June 30, 2013

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ 11,277,248	\$ 4,840,325	\$ 5,488,900	\$ --
Public protection	35,548,919	5,467,359	11,489,768	--
Public ways and facilities	12,783,460	7,357,706	5,649,444	--
Health and sanitation	24,043,204	8,734,527	15,041,665	--
Public assistance	40,115,108	2,721,283	38,479,705	--
Education	1,342,771	65,823	39,962	--
Culture and recreation	1,678,444	20,955	--	--
Interest on long-term debt	557,357	--	--	--
Total Governmental Activities	<u>127,346,511</u>	<u>29,207,978</u>	<u>76,189,444</u>	<u>--</u>
Business-Type Activities:				
Solid Waste Management	<u>2,364,280</u>	<u>2,490,604</u>	<u>36,787</u>	<u>--</u>
Total Business-Type Activities	<u>2,364,280</u>	<u>2,490,604</u>	<u>36,787</u>	<u>--</u>
<b>Total Primary Government</b>	<u>\$ 129,710,791</u>	<u>\$ 31,698,582</u>	<u>\$ 76,226,231</u>	<u>\$ --</u>

### General Revenues:

#### Taxes:

Property taxes

Franchise taxes

Sales and use taxes

Transient occupancy taxes

Transfer taxes

Other taxes

Unrestricted interest and investment earnings

Miscellaneous

Transfers

### Total General Revenues and Transfers

### Change in Net Position

Net Position, Beginning of Year, restated

Net Position, End of Year

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and  
Changes in Net Position

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (948,023)	\$ --	\$ (948,023)
(18,591,792)	--	(18,591,792)
223,690	--	223,690
(267,012)	--	(267,012)
1,085,880	--	1,085,880
(1,236,986)	--	(1,236,986)
(1,657,489)	--	(1,657,489)
(557,357)	--	(557,357)
(21,949,089)	--	(21,949,089)
--	163,111	163,111
--	163,111	163,111
(21,949,089)	163,111	(21,785,978)
24,594,160	--	24,594,160
625,391	41,433	666,824
2,758,221	--	2,758,221
441,277	--	441,277
282,173	--	282,173
20,285	--	20,285
843,435	53,142	896,577
6,964	--	6,964
14,200	(14,200)	--
29,586,106	80,375	29,666,481
7,637,017	243,486	7,880,503
205,704,198	6,182,283	211,886,481
\$ 213,341,215	\$ 6,425,769	\$ 219,766,984

The accompanying notes are an integral part of these financial statements.

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**BASIC FINANCIAL STATEMENTS**  
**Fund Financial Statements**

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# COUNTY OF LAKE

## Balance Sheet Governmental Funds June 30, 2013

	General	Housing Programs	Social Services	Other Governmental Funds	Total
<u>Assets</u>					
Cash and investments	\$27,175,964	\$ 179,670	\$2,142,092	\$ 47,812,511	\$ 77,310,237
Restricted cash	1,325,938	--	--	66,491	1,392,429
Imprest cash	7,405	--	600	1,335	9,340
Cash with fiscal agent	--	--	--	320,855	320,855
Accounts receivable	648,340	--	1,986,333	1,849,905	4,484,578
Due from other governments	131,769	--	1,998,999	1,002,635	3,133,403
Taxes and assessments receivable	198,712	--	--	7,927	206,639
Interest receivable	44,548	--	--	--	44,548
Advances to other funds	6,706,342	--	--	505,167	7,211,509
Inventories	--	--	--	122,305	122,305
Loans receivable	--	5,687,373	--	1,692,038	7,379,411
Total Assets	<u>36,239,018</u>	<u>5,867,043</u>	<u>6,128,024</u>	<u>53,381,169</u>	<u>101,615,254</u>
<u>Liabilities</u>					
Accounts payable	\$ 620,140	\$ --	\$ 18,546	\$ 1,782,201	\$ 2,420,887
Accrued salaries and benefits payable	3,225,117	16,922	1,207,302	1,700,899	6,150,240
Deposits payable	--	--	--	111,330	111,330
Unearned revenues	1,325,938	--	--	2,052,049	3,377,987
Advances from other funds	--	67,961	661,550	1,188,058	1,917,569
Total Liabilities	<u>5,171,195</u>	<u>84,883</u>	<u>1,887,398</u>	<u>6,834,537</u>	<u>13,978,013</u>
<u>Deferred Inflows of Resources</u>					
Unavailable revenue	131,769	--	1,998,999	1,002,635	3,133,403
Total Deferred Inflows of Resources	<u>131,769</u>	<u>--</u>	<u>1,998,999</u>	<u>1,002,635</u>	<u>3,133,403</u>
<u>Fund Balances</u>					
Nonspendable	6,706,342	--	--	122,305	6,828,647
Restricted	2,015,629	5,782,160	2,241,627	43,987,583	54,026,999
Assigned	11,109,483	--	--	1,434,109	12,543,592
Unassigned	11,104,600	--	--	--	11,104,600
Total Fund Balances	<u>30,936,054</u>	<u>5,782,160</u>	<u>2,241,627</u>	<u>45,543,997</u>	<u>84,503,838</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$36,239,018</u>	<u>\$5,867,043</u>	<u>\$6,128,024</u>	<u>\$ 53,381,169</u>	<u>\$101,615,254</u>

The accompanying notes are an integral part of these financial statements.



## COUNTY OF LAKE

### Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position - Governmental Activities June 30, 2013

Fund Balance - total governmental funds	\$ 84,503,838
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	149,633,794
Some of the County's intergovernmental revenue will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore, are reported as unavailable revenue in the governmental funds. Due from other governments	3,133,403
Interest payable on long-term debt does not require the use of current financial resources and therefore is not accrued as a liability in the governmental funds	(179,963)
Long-term liabilities are not due and payable in the current period, and therefore are not reported in the governmental funds.	
General obligation bonds	(144,000)
Special assessment bonds with County commitment	(356,000)
Loans payable	(10,740,086)
Revenue bonds	(4,500,000)
Certificates of participation	(2,584,396)
Compensated absences	(3,211,815)
Liability for post-employment benefits	(5,819,902)
Internal service funds are used by management to charge the cost of self-insurance risk management and management of fleet maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position is:	<u>3,606,342</u>
Net position of governmental activities	<u>\$ 213,341,215</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF LAKE**

Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2013

	General	Housing Programs	Social Services	Other Governmental Funds	Total
<b>Revenues:</b>					
Taxes	\$ 25,971,583	\$ --	\$ --	\$ 2,749,924	\$ 28,721,507
Licenses and permits	135,210	--	--	1,450,947	1,586,157
Fines, forfeitures and penalties	973,424	--	--	377,372	1,350,796
Use of money and property	482,421	723	--	338,558	821,702
Intergovernmental	9,715,122	268,463	32,930,701	30,673,950	73,588,236
Charges for services	4,247,948	--	2,017,480	18,260,628	24,526,056
Other revenues	1,050,874	2,223	21,908	592,597	1,667,602
<b>Total Revenues</b>	<b>42,576,582</b>	<b>271,409</b>	<b>34,970,089</b>	<b>54,443,976</b>	<b>132,262,056</b>
<b>Expenditures:</b>					
Current:					
General government	9,146,279	--	--	1,303,410	10,449,689
Public protection	28,694,034	--	--	6,113,703	34,807,737
Public ways and facilities	--	--	--	12,738,425	12,738,425
Health and sanitation	61,112	--	--	19,808,210	19,869,322
Public assistance	316,206	1,056,833	35,017,700	3,638,874	40,029,613
Education	187,815	--	--	1,123,256	1,311,071
Recreation and culture	1,491,152	--	--	6,416	1,497,568
Debt Service:					
Principal	--	--	--	1,514,425	1,514,425
Interest	--	--	--	579,292	579,292
Capital outlay	705,166	--	43,611	8,029,107	8,777,884
<b>Total Expenditures</b>	<b>40,601,764</b>	<b>1,056,833</b>	<b>35,061,311</b>	<b>54,855,118</b>	<b>131,575,026</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,974,818	(785,424)	(91,222)	(411,142)	687,030
<b>Other Financing Sources (Uses):</b>					
Transfers in	1,401,126	41,908	627,774	816,656	2,887,464
Transfers out	(1,247,675)	--	(461,052)	(1,158,955)	(2,867,682)
Proceeds from sale of capital assets	700	--	926	628	2,254
<b>Total Other Financing Sources (Uses)</b>	<b>154,151</b>	<b>41,908</b>	<b>167,648</b>	<b>(341,671)</b>	<b>22,036</b>
<b>Net Changes in Fund Balances</b>	<b>2,128,969</b>	<b>(743,516)</b>	<b>76,426</b>	<b>(752,813)</b>	<b>709,066</b>
<b>Fund Balances, Beginning of Year, Restated</b>	<b>28,807,085</b>	<b>6,525,676</b>	<b>2,165,201</b>	<b>46,296,726</b>	<b>83,794,688</b>
<b>Change in inventory on purchases method</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>84</b>	<b>84</b>
<b>Fund Balances, End of Year</b>	<b>\$ 30,936,054</b>	<b>\$ 5,782,160</b>	<b>\$ 2,241,627</b>	<b>\$ 45,543,997</b>	<b>\$ 84,503,838</b>

The accompanying notes are an integral part of these financial statements.

## COUNTY OF LAKE

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Government-Wide Statement of Activities - Governmental Activities  
For the Year Ended June 30, 2013

Net change to fund balance - total governmental funds \$ 709,066

Amounts reported for governmental activities in the statement of activities  
are different because:

Revenues in the statement of activities that do not provide current financial  
resources are not reported as revenue in the governmental funds.  
This is the change in unavailable revenues. 2,678,631

Governmental funds report capital outlay as expenditures. However,  
in the statement of activities, the cost of those assets is allocated  
over their estimated useful lives and reported as depreciation expense.  
Expenditures for general capital assets and infrastructure \$ 10,585,013  
Less: current year depreciation (7,732,741) 2,852,272

Long-term debt proceeds provide current resources to governmental funds,  
but issuing debt increases long-term liabilities in the statement of net position.  
Repayment of debt principal is an expenditure in the governmental funds,  
but the repayment reduces long-term liabilities in the statement of net position.  
Principal retirements 1,514,425 1,514,425

Some expenses reported in the statement of activities do not  
require the use of current financial resources and, therefore, are  
not reported as expenditures in governmental funds.  
Change in accrued interest on long-term debt 21,935  
Change in compensated absences 14,723  
Change in OPEB liability (390,247)  
Change in inventory reserve 84 (353,505)

Internal service funds are used by management to charge the costs  
of certain activities, such as insurance and fleet maintenance,  
to individual funds. The net revenues (expense) of the internal  
service funds is reported with governmental activities. 236,128

Change in net position of governmental activities \$ 7,637,017

The accompanying notes are an integral part of these financial statements.

# COUNTY OF LAKE

## Statement of Fund Net Position Proprietary Funds June 30, 2013

	Business-type Activities Enterprise Funds		Governmental Activities
	Solid Waste Management	Totals	Internal Service Funds
<b>Assets</b>			
Current Assets:			
Cash and investments	\$ 2,131,661	\$ 2,131,661	\$ 3,718,349
Imprest Cash	500	500	--
Restricted cash	4,930,767	4,930,767	--
Accounts receivable (net of allowance)	463,065	463,065	--
Interest receivable	9,158	9,158	--
Inventory	--	--	33,244
Total Current Assets	<u>7,535,151</u>	<u>7,535,151</u>	<u>3,751,593</u>
Noncurrent Assets:			
Capital Assets:			
Nondepreciable	742,356	742,356	48,233
Depreciable, net	<u>3,773,102</u>	<u>3,773,102</u>	<u>800,154</u>
Total Noncurrent Assets	<u>4,515,458</u>	<u>4,515,458</u>	<u>848,387</u>
<b>Total Assets</b>	<u>12,050,609</u>	<u>12,050,609</u>	<u>4,599,980</u>
<b>Liabilities</b>			
Current Liabilities:			
Accounts payable	89,716	89,716	222,837
Salaries & benefits payable	95,601	95,601	31,396
Compensated absences payable	<u>7,969</u>	<u>7,969</u>	<u>3,417</u>
Total Current Liabilities	<u>193,286</u>	<u>193,286</u>	<u>257,650</u>
Noncurrent Liabilities:			
Compensated absences payable	59,211	59,211	17,281
Closure/post closure liability	5,286,697	5,286,697	--
Net OPEB obligation	85,646	85,646	22,040
Estimated claims liability	<u>--</u>	<u>--</u>	<u>696,667</u>
Total Noncurrent Liabilities	<u>5,431,554</u>	<u>5,431,554</u>	<u>735,988</u>
<b>Total Liabilities</b>	<u>5,624,840</u>	<u>5,624,840</u>	<u>993,638</u>
<b>Net Position</b>			
Net investment in capital assets	4,515,458	4,515,458	848,387
Unrestricted	<u>1,910,311</u>	<u>1,910,311</u>	<u>2,757,955</u>
<b>Total Net Position</b>	<u>\$ 6,425,769</u>	<u>\$ 6,425,769</u>	<u>\$ 3,606,342</u>

The accompanying notes are an integral part of these financial statements.

# COUNTY OF LAKE

## Statement of Revenues, Expenses and Changes in Fund Net Position Proprietary Funds For the Year Ended June 30, 2013

	Business-type Activities Enterprise Funds		Governmental Activities
	Solid Waste Management	Totals	Internal Service Funds
<b>Operating Revenues:</b>			
Charges for services	\$ 2,490,604	\$ 2,490,604	\$ 4,056,211
Rents and concessions	--	--	1,041,091
Franchise fees	41,433	41,433	--
Other revenues	--	--	18,113
<b>Total Operating Revenues</b>	<u>2,532,037</u>	<u>2,532,037</u>	<u>5,115,415</u>
<b>Operating Expenses:</b>			
Salaries and benefits	946,262	946,262	308,729
Services and supplies	959,365	959,365	1,281,166
Maintenance	--	--	173,273
Closure/post closure	153,718	153,718	--
Claims/liability adjustments	--	--	2,851,267
Depreciation	304,935	304,935	282,545
<b>Total Operating Expenses</b>	<u>2,364,280</u>	<u>2,364,280</u>	<u>4,896,980</u>
Operating Income (Loss)	<u>167,757</u>	<u>167,757</u>	<u>218,435</u>
<b>Nonoperating Revenues (Expenses):</b>			
Intergovernmental revenues	36,787	36,787	--
Investment income (expense)	53,142	53,142	21,733
Gain (loss) on sale of fixed assets	--	--	1,542
<b>Total Nonoperating Revenues (Expenses)</b>	<u>89,929</u>	<u>89,929</u>	<u>23,275</u>
Income (loss) before transfers	257,686	257,686	241,710
Transfers out	<u>(14,200)</u>	<u>(14,200)</u>	<u>(5,582)</u>
<b>Change in Net Position</b>	243,486	243,486	236,128
<b>Net Position, Beginning of Year</b>	<u>6,182,283</u>	<u>6,182,283</u>	<u>3,370,214</u>
<b>Net Position, End of Year</b>	<u>\$ 6,425,769</u>	<u>\$ 6,425,769</u>	<u>\$ 3,606,342</u>

The accompanying notes are an integral part of these financial statements.

# COUNTY OF LAKE

## Statement of Cash Flows Proprietary Funds For the Year Ended June 30, 2013

	Business-type Activities Enterprise Funds		Governmental Activities
	Solid Waste Management	Totals	Internal Service Funds
<b>Cash Flows from Operating Activities</b>			
Receipts from customers	\$ 2,452,994	\$ 2,452,994	\$ 5,115,415
Payments to suppliers	(839,459)	(839,459)	(4,052,469)
Payments to employees	(913,840)	(913,840)	(314,636)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>699,695</u>	<u>699,695</u>	<u>748,310</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Intergovernmental revenue received	36,787	36,787	--
Transfers out	(14,200)	(14,200)	(5,582)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>22,587</u>	<u>22,587</u>	<u>(5,582)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Purchases of capital assets	--	--	(365,921)
Proceeds from sale of capital assets	--	--	2,250
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<u>--</u>	<u>--</u>	<u>(363,671)</u>
<b>Cash Flows from Investing Activities</b>			
Interest on investments	54,965	54,965	21,733
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>54,965</u>	<u>54,965</u>	<u>21,733</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	777,247	777,247	400,790
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>6,285,681</u>	<u>6,285,681</u>	<u>3,317,559</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u>\$ 7,062,928</u>	<u>\$ 7,062,928</u>	<u>\$ 3,718,349</u>

The accompanying notes are an integral part of these financial statements.

continued

# COUNTY OF LAKE

## Statement of Cash Flows (continued) Proprietary Funds For the Year Ended June 30, 2013

	Business-type Activities Enterprise Funds		Governmental Activities
	Solid Waste Management	Totals	Internal Service Funds
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss)	\$ 167,757	\$ 167,757	\$ 218,435
Adjustments to reconcile operating income (loss) to cash flows from operating activities:			
Depreciation	304,936	304,936	282,545
Decrease (increase) in:			
Accounts receivable	(98,797)	(98,797)	--
Due from other governments	19,754	19,754	--
Inventory	--	--	(2,403)
Increase (decrease) in:			
Accounts payable	81,893	81,893	215,293
Salaries and benefits payable	10,311	10,311	(433)
Compensated absences payable	24,704	24,704	(2,701)
OPEB liability	(2,593)	(2,593)	(2,773)
Closure/post closure liability	191,730	191,730	--
Claims payable	--	--	40,347
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ 699,695</u>	<u>\$ 699,695</u>	<u>\$ 748,310</u>

The accompanying notes are an integral part of these financial statements.

## COUNTY OF LAKE

### Statement of Fiduciary Net Position Fiduciary Funds June 30, 2013

	Investment Trust Fund	Successor Agency Private Purpose Trust Fund	Agency Funds
<b>Assets</b>			
Cash and investments	\$ 40,635,207	\$ 143,333	\$ 8,785,081
Taxes and assessments receivable	--	--	10,350,515
Advances to other funds	--	--	67,961
<b>Total Assets</b>	<u>40,635,207</u>	<u>143,333</u>	<u>\$ 19,203,557</u>
<b>Liabilities</b>			
Advances from other funds	\$ --	\$ 5,361,902	\$ --
Fiduciary liabilities	--	--	19,203,557
<b>Total Liabilities</b>	<u>--</u>	<u>5,361,902</u>	<u>\$ 19,203,557</u>
<b>Net Position</b>			
Held in trust	<u>\$ 40,635,207</u>	<u>\$ (5,218,569)</u>	

The accompanying notes are an integral part of these financial statements.



# COUNTY OF LAKE

## Statement of Changes in Fiduciary Net Position For the Year Ended June 30, 2013

	Investment Trust Fund	Successor Agency Private Purpose Trust Fund
<b>Additions</b>		
Contributions from participants	\$ 108,712,981	\$ --
Redevelopment Agency Property Tax Trust Fund	--	247,608
Interest and investment income	313,903	123
Other revenues	--	200
<b>Total Additions</b>	<u>109,026,884</u>	<u>247,931</u>
<b>Deductions</b>		
Distributions to participants	104,004,198	19,302
Project administration	--	118,789
<b>Total Deductions</b>	<u>104,004,198</u>	<u>138,091</u>
<b>Change in Net Position</b>	5,022,686	109,840
<b>Net Position, Beginning of Year</b>	<u>35,612,521</u>	<u>(5,328,409)</u>
<b>Net Position, End of Year</b>	<u>\$ 40,635,207</u>	<u>\$ (5,218,569)</u>

The accompanying notes are an integral part of these financial statements.

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## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies**

##### **A. Reporting Entity**

The County operates under an Administrator-Board of Supervisors form of government and provides various services on a county-wide basis including: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting methods and procedures adopted by the County conform to generally accepted accounting principles as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable.

The governmental reporting entity consists of the County and its component units. Component units are legally separate organizations for which the Board of Supervisors is financially accountable or other organizations whose component units nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the County's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

For financial purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the Board of Supervisors. The financial statements of the individual component units may be obtained by writing to the County of Lake, Auditor-Controller's Office, 255 North Forbes Street, Lakeport, California, 95453.

Component units that are blended into the reporting activity types of the County's report are presented below:

##### **Air Quality District**

The Air Quality District is a separate legal entity formed to provide air quality services. The Air Quality District's Board of Directors is composed of the same members as the County's Board of Supervisors. Therefore, this entity has been blended with the primary government.

##### **Lake County Housing Commission**

The Lake County Housing Commission is a separate legal entity formed to administer the Section 8 program. The Housing Commission's purpose is to administer the housing program of the County of Lake. The Housing Commission's Board of Commissioners is composed of the same members as the County's Board of Supervisors. Therefore, this entity has been blended with the primary government.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### A. **Reporting Entity** (continued)

###### **Watershed Protection Districts**

The Watershed Protection Districts are separate legal entities formed to provide flood control in these districts within the County. The Watershed Protection District's Board of Directors is composed of the same members as the County's Board of Supervisors. Therefore, these entities have been blended with the primary government.

###### **County Service Areas**

The County Service Areas are separate legal entities created to provide services such as water and road maintenance throughout the County. The County Service Areas' Board of Directors is composed of the same members as the County's Board of Supervisors. Therefore, these entities have been blended with the primary government.

###### **Lighting Districts**

The Lighting Districts are separate legal entities formed to provide lighting services within these districts. The Lighting District's Board of Directors is composed of the same members as the County's Board of Supervisors. Therefore, these entities have been blended with the primary government.

###### **Sanitation Districts**

The Sanitation Districts are separate legal entities formed to provide sanitation maintenance services within the County. The Sanitation District's Board of Directors is composed of the same members as the County's Board of Supervisors. Therefore, these entities have been blended with the primary government.

###### **IHSS**

The *In-Home Supportive Services Public Authority* (IHSS) was established by the Board to act as the employer of record for IHSS individual providers. As an administrative unit, it carries out functions prescribed in Welfare & Institutions Code Section 12301.6. Those functions include a provider screening process, a registry that will match eligible providers and consumers, and collective bargaining with providers and their representatives. IHSS also offers access to training for providers and consumers while continuing to allow for consumer choice in the selection of providers.

###### **Lake County Redevelopment Successor Agency**

The *Lake County Redevelopment Successor Agency* (Successor Agency) operates under the auspices of a legislatively formed Oversight Board comprised of representatives of the local agencies that serve the redevelopment project area. The Oversight Board, in its fiduciary capacity, has authority over the operations and the timely dissolution of the former RDA. It is tasked with fulfilling the obligations of the former RDA, and is also responsible for revenue collection, and disposing of excess property.

###### **Lake County Public Financing Authority**

The *Lake County Public Financing Authority* was established in June 2011 by Board of Supervisors to provide financial assistance to the *Lake County Sanitation District* and the County in connection with the construction of public capital improvements.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

#### B. Basis of Presentation

##### Government-Wide Financial Statements

The statement of net position and statement of activities display information on all of the nonfiduciary activities of the County, and its blended component units. These statements include the financial activities of the overall governments, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the County's business-type activities and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Certain indirect costs, which cannot be identified and broken down, are included in the program expense reported for individual functions and activities. Program revenues include (1) charges paid by the recipients of goods and services offered by the program, (2) operating grants and contributions, and (3) capital grants and contributions. Taxes and other items not properly included among program revenue are presented instead as general revenues.

##### Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The County reports the following major governmental funds:

- The General Fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund indicates such activities as general government, public protection, public assistance, education, and recreation services.
- The Housing Programs Fund is a special revenue fund used to account for the County certificate housing program.
- The Social Services Fund is a special revenue fund used to account for welfare assistance activity.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### B. **Basis of Presentation** (continued)

##### **Fund Financial Statements** (continued)

The County reports the following major proprietary fund:

- The Solid Waste Management Fund is an enterprise fund used to provide for the operation and expansion of the County's landfills and implementation of state mandated environmental health programs.

The County reports the following additional fund types:

- Internal Service Funds account for the County's fleet maintenance, central garage, heavy equipment rental, and self-insurance programs which provide services to other departments on a cost reimbursement basis.
- The Investment Trust Fund accounts for the assets of legally separate entities that deposit cash with the County Treasurer. The assets are held in trust for other agencies and are part of the County's external pool. The County is obligated to disburse monies on demand.
- Agency Funds account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include three separate components:

County Departmental Agency – Accounts for all assets under the control of County departments which are held in a fiduciary capacity.

Unapportioned Taxes Agency – Accounts for property tax receipts awaiting apportionment to other local governmental agencies.

Unapportioned Interest Agency – Accounts for investment earnings awaiting apportionment to other local governmental agencies.

- Private-Purpose Trust Fund is a fiduciary fund type used by the County to report trust arrangements under which principal and income benefit other governments. This fund reports the assets, liabilities, and activities of the Lake County Redevelopment Successor Agency (Successor Agency).

##### C. **Basis of Accounting and Measurement Focus**

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, including property and sales tax, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.



## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### **C. Basis of Accounting and Measurement Focus** (continued)

Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. The County considers revenues reported in the governmental funds to be available if they are collected within forty-five days after the end of the current fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. Governmental capital asset acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise and internal service funds are charges to customers for sales and services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary funds include trust funds and agency funds. All trust funds are reported using the economic measurement focus and the accrual basis of accounting. Agency funds are reported using the accrual basis of accounting to recognize receivables and payables.

##### **D. Cash and Investments**

The County sponsors an investment pool that is managed by the County Treasurer. The Treasurer invests on behalf of most funds of the County and external participants in accordance with the California State Government Code and the County's investment policy. State statutes authorize the County to invest its cash surplus in obligations of the U.S. Treasury, agencies and instrumentalities, corporate bonds, medium term notes, bankers' acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Income from pooled investments is allocated to the individual funds or external participants based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Interest income earned in agency funds where there are no interest earnings requirements are assigned to the General Fund per County Policy. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the fund that earned the interest.

Investment transactions are recorded on the trade date. Investments are reported at fair value which is determined using selected basis annually. The fair value represents the amount the County could reasonably expect to receive for an investment in a current sale between a willing buyer and seller. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### **D. Cash and Investments** (continued)

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Amortized premiums and accreted discounts, accrued interest, and realized gains and losses, net of expenses, are apportioned to pool participants each quarter. This method differs from the fair value method used to value investments in these financial statements, as unrealized gains or losses are not apportioned to pool participants. During the fiscal year ended June 30, 2013, the County Treasurer has not entered into any legally binding guarantees to support the value of participant equity in the investment pool.

For purpose of the accompanying statement of cash flows, the County considers all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer's investment pool, to be cash equivalents.

##### **E. Receivables**

In the government-wide and proprietary fund financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivables. Major receivable balances for the governmental activities include taxes, grants, and interest. Business-type activities report user fees and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as taxes, grants, interest, and other similar intergovernmental revenues since they are usually both measurable and available. Licenses and permits, fines and forfeitures, and charges for services are considered to be measurable and available only when the County receives cash. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis.

##### **F. Interfund Transactions**

Interfund transactions are reflected as either loans, services provided or used, reimbursements or transfers.

Loans reported as receivables and payables are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the current portion of interfund loans) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance in the General Fund and restricted fund balance in other governmental funds.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and, therefore, are not eliminated in the process of preparing the government-wide statement of activities.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### F. **Interfund Transactions** (continued)

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are treated as an adjustment to expenditures or expenses; that is, a corresponding increase in expenditures or expenses in the reimbursing fund and a corresponding decrease in expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between governmental and proprietary funds are netted as part of the reconciliation to the government-wide presentation.

##### G. **Loans Receivables**

The County provides loans receivable arising under mortgage subsidy and affordable housing programs. These receivables include loans that may be forgiven if certain terms and conditions of the loans are met.

##### H. **Inventories**

Inventories are stated at cost (first in – first out basis) for governmental and proprietary funds. Inventory recorded by governmental funds include postage and materials and supplies for roads. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventories recorded by proprietary funds include supplies for internal service funds. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

##### I. **Capital Assets**

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

#### **Government-Wide Financial Statements**

In the government-wide financial statements, property, plant, equipment, and infrastructure are accounted for as capital assets in both the governmental and business-type activities column. Capital assets which include property, plant, equipment, and infrastructure assets (roads, bridges, sidewalks, water, sewer, and similar items) are defined by the County as assets with a cost of more than \$5,000 for equipment and \$25,000 for structures, improvements, and infrastructure and an estimated useful life of at least one year. Such assets are recorded at historical or estimated historical cost. Contributed capital assets are recorded at estimated fair market value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	5 – 15 years
Structures and improvements	10 – 50 years
Infrastructure	40 – 100 years

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### I. **Capital Assets** (continued)

###### **Government-Wide Financial Statements** (continued)

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

###### **Fund Financial Statements**

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund at the time of acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

##### J. **Unearned Revenue**

Unearned revenue is recorded for assets recognized in connection with a transaction before the earnings process is complete. Those assets are offset by a corresponding liability for unearned revenue.

##### K. **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows or resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: intergovernmental revenue and charges for services. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

##### L. **Long-Term Debt**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consist primarily of general obligation bonds, special assessment bonds with County commitment, loans payable, certificates of participation, capital leases, closure/post closure liability, and accrued compensated absences.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### **L. Long-Term Debt** (continued)

Long-term debt for governmental funds are not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures. Long-term debt associated with proprietary fund operations is accounted for the same as in the government-wide statements.

##### **M. Compensated Absences**

The County's policy regarding vacation and other leave obligations is to permit employees to accumulate earned but unused vacation and other leave obligations. The liability for these compensated absences is recorded as long-term debt in the government-wide statements. The current portion of this debt is estimated based on historical trends. In the governmental funds financial statements, the expenditures and liabilities related to those obligations are recognized only when they mature, while the proprietary funds report the liability as it is incurred. The County includes its share of social security and medicare taxes payable on behalf of the employees in the accrual for compensated absences.

##### **N. Other Post-Employment Benefits (OPEB)**

The County of Lake sponsors, under a defined benefit plan, a retiree healthcare plan to qualifying employees retiring directly from the County. The benefit level is determined by date of hire, length of service and bargaining agreements. The County has contracted for medical coverage to be provided through an agent multiple-employer Healthcare plan from either of two carriers that include the California State Association of Counties (CSAC) EIA Health Program or the California Public Employees Medical and Hospital Care Act (PEMHCA).

##### **O. Fund Balances/Net Position**

##### **Government-Wide Financial Statements**

Equity is classified as net position and displayed in three components:

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements, and other special revenue fund purposes.
- Unrestricted net position – All other net position that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

When both restricted and unrestricted net position are available, restricted resources are depleted first before the unrestricted resources are used.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

**O. Fund Balances/Net Position** (continued)

**Fund Financial Statements**

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2013, fund balances for governmental funds are made up of the following:

- *Nonspendable Fund Balance* – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, including: inventories, prepaid amounts, and long-term notes receivable.
- *Restricted Fund Balance* – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed Fund Balance* – includes amounts that can only be used for the specific purpose determined by a formal action of the County’s highest level of decision-making authority, the County’s Board of Supervisors. Commitments may be changed or lifted only by the County taking the same formal action that imposed the constraint originally.
- *Assigned Fund Balance* – comprises amounts intended to be used by the County for specific purposes that are neither restricted nor committed. *Intent* is expressed by (a) the County’s Board or (b) a body (for example, a budget or finance committee) or official to which the County’s Board has delegated the authority to assign amounts to be used for specific purposes.
- *Unassigned Fund Balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose.

In circumstances when an expenditures is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is generally depleted in the order of restricted, committed, assigned, and unassigned.

In Proprietary fund financial statements net position are accounted for the same as in the government-wide statements.

**P. Property Tax**

The State of California’s (State) Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100% of market value, as defined by Article XIII A, and may be adjusted by no more than 2% per year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1% tax levy among the County, cities, school districts, and other districts.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### P. **Property Tax** (continued)

The County of Lake assesses properties and bills for and collects property taxes as follows:

	Secured	Unsecured
Valuation/lien dates	January 1	January 1
Levy dates	January 1	January 1
Due dates	November 1 (1 <sup>st</sup> installment) February 1 (2 <sup>nd</sup> installment)	July 1
Delinquent dates	December 10 (1 <sup>st</sup> installment) April 10 (2 <sup>nd</sup> installment)	August 31

The term “unsecured” refers to taxes on personal property other than land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized in the fiscal year for which they are levied, provided they are due and collected within forty-five days after fiscal year-end.

The County of Lake apportions secured property tax revenue in accordance with the alternate method of distribution, the “Teeter Plan”, as described in Section 4717 of the California Revenue and Taxation code. Under the Teeter Plan, penalties and interest collected on delinquent secured taxes are required to be held in trust in the Tax Loss Recovery Fund (TLRF). The primary purpose of the TLRF is to cover losses that may occur as a result of special sales tax-defaulted property.

The County is legally required to maintain a minimum balance of 1% of the annual taxes levied on properties participating in the Teeter Plan. The County has set aside \$8,108,529 as resources for delinquent sale shortfalls. The County’s management believes that any ownership rights to the TLRF the County may have are effective only upon a Board approved transfer or to the extent of losses related to the sale of tax defaulted property. Amounts in the TLRF are considered to be held in a custodial capacity for the participants in the County’s Teeter Plan and accounted for in an agency fund.

##### Q. **Grant Revenues**

Certain grant revenues are recognized when specific related expenditures have been incurred. In other grant programs, monies are virtually unrestricted as to purpose of expenditure and are only revocable for failure to comply with prescribed compliance requirements. These revenues are recognized at the time of receipt, or earlier if susceptible to accrual criteria is met. Cash received prior to incurrence of the related expenditure is recorded as unearned revenue.

##### R. **Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

- Governmental Funds – By Character
  - Current (further classified by function)
  - Debt Service
  - Capital Outlay
- Proprietary Fund – By Operating and Nonoperating

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 1: **Financial Reporting Entity and Summary of Significant Accounting Policies** (continued)

##### S. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

##### T. Future Accounting Pronouncements

Statement No. 65	<i>Items Previously Reported as Assets and Liabilities</i>	The provisions of this Statement are effective for financial statement periods beginning after December 15, 2012.
Statement No. 66	<i>Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62</i>	The provisions of this Statement are effective for financial statement periods beginning after December 15, 2012.
Statement No. 67	<i>Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25</i>	The provisions of this Statement are effective for financial statement periods beginning after December 15, 2013.
Statement No. 68	<i>Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27</i>	The provisions of this Statement are effective for financial statement periods beginning after December 15, 2014.
Statement No. 69	<i>Government Combinations and Disposals of Government Operations</i>	The provisions of this statement are effective for financial statements for fiscal years beginning after December 15, 2013.
Statement No. 70	<i>Accounting and Financial Reporting for Nonexchange Financial Guarantees</i>	The provisions of this statement are effective for financial statements for fiscal years beginning after June 15, 2013.

#### Note 2: **Stewardship, Compliance, and Accountability**

##### A. Deficit Fund Balance/Net Position

The following internal service fund had a deficit net position:

The Fleet Maintenance Fund had a deficit net position of \$69,867, which is expected to be eliminated in future years through cost containment and future reimbursement.

#### Note 3: **Cash and Investments**

The County sponsors an investment pool that is managed by the County Treasurer for the purpose of increasing interest earnings through investment activities. The investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The County has established a treasury oversight committee to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The oversight committee and the Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the oversight committee and the Board of Supervisors each quarter. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value.



## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 3: **Cash and Investments** (continued)

The County sponsored investment pool includes both internal and external participants. The portion of the pool attributable to external pool participants, which are considered involuntary participants, are included in the reporting entity as an Investment Trust Fund which does not have separate financial reports. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer. The net position value of involuntary participation in the investment pool totaled \$40,635,207 at June 30, 2013.

As of June 30, 2013, the County's cash and investments are reported in the financial statements as follows:

Primary government	\$ 89,814,138
Investment trust fund	40,635,207
Agency funds	8,785,081
Private purpose	143,333
Total Cash and Investments	<u>\$ 139,377,759</u>

As of June 30, 2013, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 1,690,233
Imprest cash	10,190
Deposits (less outstanding warrants)	10,041,100
Total Cash	<u>11,741,523</u>
Investments:	
In Treasurer's pool	<u>127,636,236</u>
Total Investments	<u>127,636,236</u>
	<u>\$ 139,377,759</u>

#### **Cash**

Custodial Credit Risk for Deposits – Custodial Credit Risk is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The County's investment policy requires that deposits in banks must meet the requirements of California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the County's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits of more than the \$250,000 insured amounts are collateralized. The County's investment policy does not further limit its deposits.

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 3: **Cash and Investments** (continued)

### Investments

As of June 30, 2013, the County had the following investments:

	Interest Rates	Maturities	Par	Fair Value	Carrying Value	WAM (Years)
<b>Investments in Investment Pool</b>						
Negotiable CDs	variable	8/27/13-1/21/16	\$ 43,500,000	\$ 43,622,357	\$ 43,547,637	1.33
Commercial Paper		8/8/13	5,000,000	4,998,950	4,997,792	0.11
Medium Term Corporate Notes	variable	9/27/13-5/11/16	42,200,000	42,283,255	42,103,495	1.28
Local Agency Investment Fund (LAIF)	variable	on demand	36,987,312	36,987,312	36,987,312	--
<b>Total Treasurer's Pooled Investments</b>			<u>\$ 127,687,312</u>	<u>\$ 127,891,874</u>	<u>\$ 127,636,236</u>	0.88

**Interest Rate Risk** – Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by limiting the maturity of its investments to 5 years or less. Of the investments in the County's investment pool, over 55 percent of the investments have a maturity of one year or less. Of the remainder, none have a maturity of more than 5 years.

**Credit Risk** – Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law and County investment policy limit investments in commercial paper to the rating of A1 or better by Standards & Poor's or P-1 or better by Moody's Investors Service; corporate bonds to the rating of A or better by both Standard & Poor's and Moody's Investors Service. No limits are placed on U.S. government securities. The County's investment policy does not further limit its investment choices.

Investment Type	Credit Rating	Fair Value	Percent of Pool
Negotiable Certificates of Deposit	A	\$ 5,000,000	3.91%
	AA3	3,006,360	2.35%
	AA-	11,041,752	8.63%
	AA1	5,019,500	3.92%
	AA3	4,514,445	3.53%
	A+	15,040,300	11.76%
Commercial Paper	A1	4,998,950	3.91%
Medium Term Notes	A1	7,251,080	5.67%
	A2	1,900,418	1.49%
	AA	3,006,540	2.35%
	AAA	5,017,750	3.92%
	AA1	3,512,355	2.75%
	AA2	7,238,072	5.66%
Local Agency Investment Fund	AA3	14,357,040	11.23%
	Unrated	36,987,312	28.92%
		<u>\$ 127,891,874</u>	<u>100.00%</u>

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

### Note 3: **Cash and Investments** (continued)

#### **Investments** (continued)

**Custodial Credit Risk** – Custodial Credit Risk is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the County requires that all of its managed investments be held in the name of the County. The County's investment policy does not further limit the exposure to custodial credit risk.

**Concentration of Credit Risk** – Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. State law restricts the County's investments in commercial paper to 40% of its investment pool and to 10% per issuer and corporate bonds and medium term notes to 30% of its investment pool and to 10% per issuer and, banker's acceptances to 15% of its investment pool and to 10% per issuer. Approximately 16% of the County's investments at year-end are in the State of California Local Agency Investment Fund (LAIF). There is no limitation on amounts invested in these types of issues.

**Investment in Local Agency Investment Fund** – The County of Lake is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. At June 30, 2013, the County's investment position in the State of California Local Agency Investment Fund (LAIF) was \$36,987,312, which approximates fair value and is the same as the value of the pool shares. The total amount, invested by all public agencies in LAIF on that day was \$58.8 billion. Of that amount 98.04% is invested in non-derivative financial products and 1.96% in structured notes and asset-backed securities. The value of the pool shares in LAIF is determined on an amortized cost basis, which approximates fair value. The Local Investment Advisory Board, which consists of five members, designated by the State statutes, has oversight responsibility for LAIF.

#### **County Investment Pool Condensed Financial Information**

The following are condensed statements of net position and changes in net position for the Treasurer's pool at June 30, 2013:

	Internal Participants	External Participants	Total Pool
<b>Statement of Net Position</b>			
Cash on hand	\$ 1,700,423	\$ --	\$ 1,700,423
Deposits (less outstanding warrants)	9,413,375	--	9,413,375
Investments	87,001,278	40,635,207	127,636,485
	<u>\$ 98,115,076</u>	<u>\$ 40,635,207</u>	<u>\$ 138,750,283</u>
<b>Statement of Changes in Net Position</b>			
Net position held for pool participants at July 1, 2012	\$ 90,729,369	\$ 35,612,371	\$ 126,341,740
Net changes in investments by pool participants	7,385,707	5,022,836	12,408,543
Net position held for pool participants at June 30, 2013	<u>\$ 98,115,076</u>	<u>\$ 40,635,207</u>	<u>\$ 138,750,283</u>

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

### Note 3: Cash and Investments (continued)

#### Restricted Cash and Investments

Restricted cash and investments of \$66,491 are held for future obligations for the Lake County Housing Commission. Restricted cash and investments of \$4,930,767 are held to fund future closure costs on the County's landfill. See Note 9 for additional information.

### Note 4: Capital Assets

Capital assets activity for the year ended June 30, 2013, was as follows:

	Balance July 1, 2012	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2013
<b>Governmental Activities</b>					
Capital Assets, Not Being Depreciated:					
Land	\$ 21,551,764	\$ 1,063,411	\$ (86,557)	\$ --	\$ 22,528,618
Construction in progress	11,247,050	8,211,902	--	(6,598,388)	12,860,564
Total Capital Assets, Not Being Depreciated	<u>32,798,814</u>	<u>9,275,313</u>	<u>(86,557)</u>	<u>(6,598,388)</u>	<u>35,389,182</u>
Capital Assets, Being Depreciated:					
Buildings and improvements	66,388,015	214,325	(11,633)	(90,720)	66,499,987
Equipment	22,157,859	1,438,475	(693,810)	--	22,902,524
Infrastructure	175,300,355	222,168	--	6,689,107	182,211,630
Total Capital Assets, Being Depreciated	<u>263,846,229</u>	<u>1,874,968</u>	<u>(705,443)</u>	<u>6,598,387</u>	<u>271,614,141</u>
Less Accumulated Depreciation for:					
Buildings and improvements	(22,863,437)	(1,323,488)	11,633	28,047	(24,147,245)
Equipment	(16,983,694)	(1,071,079)	597,673	--	(17,457,100)
Infrastructure	(109,250,671)	(5,620,719)	--	(45,407)	(114,916,797)
Total Accumulated Depreciation	<u>(149,097,802)</u>	<u>(8,015,286)</u>	<u>609,306</u>	<u>(17,360)</u>	<u>(156,521,142)</u>
Total Capital Assets, Being Depreciated, Net	<u>114,748,427</u>	<u>(6,140,318)</u>	<u>(96,137)</u>	<u>6,581,027</u>	<u>115,092,999</u>
Governmental Activities Capital Assets, Net	<u>\$ 147,547,241</u>	<u>\$ 3,134,995</u>	<u>\$ (182,694)</u>	<u>\$ (17,361)</u>	<u>\$ 150,482,181</u>
<b>Business-Type Activities</b>					
Capital Assets, Not Being Depreciated:					
Land	\$ 742,356	\$ --	\$ --	\$ --	\$ 742,356
Total Capital Assets, Not Being Depreciated	<u>742,356</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>742,356</u>
Capital Assets, Being Depreciated:					
Buildings and improvements	1,427,238	--	--	--	1,427,238
Equipment	3,742,160	--	(144,696)	--	3,597,464
Infrastructure	2,425,373	--	--	--	2,425,373
Total Capital Assets, Being Depreciated	<u>7,594,771</u>	<u>--</u>	<u>(144,696)</u>	<u>--</u>	<u>7,450,075</u>
Less Accumulated Depreciation for:					
Buildings and improvements	(422,547)	(27,966)	--	--	(450,513)
Equipment	(2,697,052)	(228,462)	144,696	--	(2,780,818)
Infrastructure	(397,134)	(48,508)	--	--	(445,642)
Total Accumulated Depreciation	<u>(3,516,733)</u>	<u>(304,936)</u>	<u>144,696</u>	<u>--</u>	<u>(3,676,973)</u>
Total Capital Assets, Being Depreciated, Net	<u>4,078,038</u>	<u>(304,936)</u>	<u>--</u>	<u>--</u>	<u>3,773,102</u>
Business-Type Activities Capital Assets, Net	<u>\$ 4,820,394</u>	<u>\$ (304,936)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 4,515,458</u>

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 4: **Capital Assets** (continued)

#### **Depreciation**

Depreciation expense was charged to governmental functions as follows:

General Government	\$ 652,061
Public Protection	597,725
Public Ways & Facilities	2,078,368
Health & Sanitation	4,155,246
Public Assistance	46,408
Education	29,886
Recreation & Culture	173,047
Internal service fund depreciation expense is charged to specific functions based on asset usage	282,545
Total Depreciation Expense - Governmental Functions	<u>\$ 8,015,286</u>

Depreciation expense was charged to business-type functions as follows:

Solid Waste	\$ 304,936
Total Depreciation Expense - Business-Type Functions	<u>\$ 304,936</u>

#### **Construction in Progress**

Construction in progress for governmental activities related to work performed on the Lucerne Hotel in preparation for Marymount University, various park improvements throughout the County, multiple bridge and road projects throughout the County, the Middletown Library/Senior Center, and special districts plant improvements.

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

### Note 5: Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2013:

Type of Indebtedness	Balance July 1, 2012	Additions	Retirements	Balance June 30, 2013	Amount Due Within One Year
<b>Governmental Activities</b>					
General obligation bonds	\$ 253,000	\$ --	\$ 109,000	\$ 144,000	\$ 69,000
Special assessment bonds with County commitment	404,000	--	48,000	356,000	52,000
Revenue bonds	4,500,000	--	--	4,500,000	85,000
Loans payable	12,056,511	--	1,316,425	10,740,086	1,353,679
Certificates of participation	2,625,396	--	41,000	2,584,396	42,800
Compensated absences (Note 1K)	3,249,934	3,838,610	3,856,031	3,232,513	388,008
Total Governmental Activities	<u>\$ 23,088,841</u>	<u>\$ 3,838,610</u>	<u>\$ 5,370,456</u>	<u>\$ 21,556,995</u>	<u>\$ 1,990,487</u>
<b>Business-Type Activities</b>					
Closure/post closure (Note 7)	\$ 4,930,767	\$ 190,230	\$ --	5,120,997	\$ --
Corrective action	164,200	1,500	--	165,700	--
	<u>5,094,967</u>	<u>191,730</u>	<u>--</u>	<u>5,286,697</u>	<u>--</u>
Solid Waste Management Compensated absences	<u>42,478</u>	<u>80,654</u>	<u>55,952</u>	<u>67,180</u>	<u>7,969</u>
Total Business-Type Activities	<u>\$ 5,137,445</u>	<u>\$ 272,384</u>	<u>\$ 55,952</u>	<u>\$ 5,353,877</u>	<u>\$ 7,969</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for these funds are included as part of the above totals for governmental activities. Estimated claims are liquidated by charges for services collected through individual internal service funds. The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred.

Special assessment bonds with County commitment are not a direct responsibility of the County. Principal and interest payments are funded from the collection of special assessments and are accounted for in the Sanitation District's component unit special revenue fund. The County is obligated for special assessment debt only to the extent of special assessments collected.

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 5: **Long-Term Liabilities** (continued)

At June 30, 2013, general obligation bonds consisted of the following:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2013</u>
<b>General Obligation Bonds:</b>						
1974 Issue Improvement Bonds	1974	2/1/2015	5.00%	\$66,000 - \$75,000	1,300,000	\$ 144,000
						<u>\$ 144,000</u>

At June 30, 2013, special assessment bonds with County Commitment consisted of the following:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2013</u>
<b>Special Assessment Bonds:</b>						
Sanitation District #1-5 1915 Act		7/2/2019	5.00%	\$47,000 - \$67,000	\$ 1,340,000	<u>\$ 356,000</u>

At June 30, 2013, revenue bonds consisted of the following:

	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2013</u>
<b>Revenue Bonds</b>					
Southeast Regional Wastewater Revenue Bonds, Series, 2011	7/15/2040	2.000% - 5.875%	\$85,000 - \$300,000	4,500,000	<u>\$ 4,500,000</u>
<i>Used to finance construction and improvements of the Southeast Regional Wastewater System.</i>					

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

### Note 5: Long-Term Liabilities (continued)

At June 30, 2013, loans payable consisted of the following:

	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2013</u>
<b>Loans Payable</b>					
California Statewide Communities Development Authority Loan	6/01/2019	7.125%	\$10,601-\$16,135	\$ 199,971	\$ 81,846
<i>Used to refinance a prior California Department of Water Resources loan and finance the cost of improvements to the Lake County Service Area #20 Soda Bay.</i>					
Safe Drinking Water Loan	9/30/2023	3.2205%	\$163,070 - \$224,266	4,387,769	1,951,599
<i>Used to finance the cost of correcting deficiencies in the domestic water supply for the Lake County Service Area #20 Soda Bay.</i>					
Safe Drinking Water Loan	3/31/2016	3.2205%	\$272,750 - \$300,097	5,250,000	872,299
<i>Used to finance the cost of correcting deficiencies in the domestic water supply for the Lake County Service Area #21 Lakeport.</i>					
State Water Resources Control Board Loan	6/30/2018	2.80%	\$442,552 - \$507,585	7,636,443	2,405,225
<i>Used to finance the upgrade to the Southeast Regional Wastewater Treatment Plant and construction of the Southeast Geyser's Effluent Pipeline.</i>					
State Sewer Revolving Loan	6/30/2023	1.60%	\$367,774 - \$475,354	9,263,406	4,246,850
<i>Used to finance the upgrade to the Northwest Regional Wastewater Treatment Plant, construction of a force main and aerated lagoons, and installment of a disinfection system on SCADA system.</i>					
State Water Resources Control Board Loan	12/31/2030	1.0%	\$59,678 - \$71,383	1,299,753	1,182,267
<i>Used to upgrade the Kelseyville Water Works District Wastewater System.</i>					
					<u>\$ 10,740,086</u>

At June 30, 2013, certificates of participation consisted of the following:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2013</u>
<b>Certificates of Participation</b>						
Kelseyville County Waterworks District #3 - Water Project Series 2005		4/1/2044	4.25%	\$31,700 - \$110,600	\$ 2,394,800	\$ 1,935,896
<i>Used to finance the construction of water system improvements.</i>						
County Service Area #6, Finley Water - Water Project Series 2005		4/1/2045	4.375%	\$9,300 - \$36,400	714,000	648,500
<i>Used to finance the construction of water system improvements.</i>						
						<u>\$ 2,584,396</u>



# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

### Note 5: **Long-Term Liabilities** (continued)

At June 30, 2013, the annual debt service requirements were summarized as follows:

#### **Governmental Activities**

##### General Obligations Bonds

Year Ended June 30	Principal	Interest	Total
2014	\$ 69,000	\$ 5,875	\$ 74,875
2015	75,000	2,325	77,325
Total	<u>\$ 144,000</u>	<u>\$ 8,200</u>	<u>\$ 152,200</u>

##### Special Assessment Bonds

Year Ended June 30	Principal	Interest	Total
2014	\$ 52,000	\$ 16,500	\$ 68,500
2015	55,000	13,825	68,825
2016	57,000	11,025	68,025
2017	61,000	8,075	69,075
2018	64,000	4,950	68,950
2019-2020	67,000	1,675	68,675
Total	<u>\$ 356,000</u>	<u>\$ 56,050</u>	<u>\$ 412,050</u>

##### Loans Payable

Year Ended June 30	Loans Only			Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 1,353,679	\$ 282,557	\$ 1,636,236	\$ 85,000	\$ 230,506	\$ 315,506
2015	1,392,256	243,979	1,636,235	90,000	228,756	318,756
2016	1,431,874	204,360	1,636,234	90,000	226,731	316,731
2017	1,163,143	165,709	1,328,852	95,000	224,181	319,181
2018	1,194,643	133,745	1,328,388	95,000	221,153	316,153
2019-2023	3,651,742	313,161	3,964,903	535,000	1,046,075	1,581,075
2024-2028	340,714	20,876	361,590	665,000	908,781	1,573,781
2028-2031	212,035	4,255	216,290	855,000	709,788	1,564,788
2033-2037	--	--	--	1,135,000	425,791	1,560,791
2038-2041	--	--	--	855,000	77,109	932,109
Total	<u>\$ 10,740,086</u>	<u>\$ 1,368,642</u>	<u>\$ 12,108,728</u>	<u>\$ 4,500,000</u>	<u>\$ 4,298,871</u>	<u>\$ 8,798,871</u>

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 5: **Long-Term Liabilities** (continued)

### **Governmental Activities** (continued)

#### Certificates of Participation

Year Ended June 30	Principal	Interest	Total
2014	\$ 42,800	\$ 120,576	\$ 163,376
2015	44,600	106,145	150,745
2016	46,400	116,836	163,236
2017	48,500	114,851	163,351
2018	50,600	112,776	163,376
2019-2023	287,000	529,521	816,521
2024-2028	353,800	462,687	816,487
2029-2033	436,300	380,195	816,495
2034-2038	537,900	278,531	816,431
2039-2043	663,300	153,163	816,463
2044-2045	73,196	19,829	93,025
Total	<u>\$ 2,584,396</u>	<u>\$ 2,395,110</u>	<u>\$ 4,979,506</u>

### **Rebatable Arbitrage**

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. The County does not expect to incur a liability for rebatable arbitrage.

Note 6: **Net Position/Fund Balances**

### **Net Position**

Net position invested in capital assets, net of related debt, was comprised of the following:

	Governmental Activities	Business-Type Activities
Net investment in capital assets	\$ 150,482,181	\$ 4,515,458
Outstanding principal of capital-related debt	<u>(18,324,482)</u>	<u>-</u>
Net assets, invested in capital assets, net of related debt	<u>\$ 132,157,699</u>	<u>\$ 4,515,458</u>

# COUNTY OF LAKE

## Notes to Basic Financial Statements For the Year Ended June 30, 2013

### Note 6: Net Position/Fund Balances (continued)

#### Fund Balances

Details of the fund balance classifications of the governmental funds as of June 30, 2013 are as follows:

	General Fund	Housing Programs	Social Services	Other Governmental Funds	Totals
<b>Nonspendable:</b>					
Advances to other funds	\$ 6,706,342	\$ --	\$ --	\$ --	\$ 6,706,342
Inventory	--	--	--	122,305	122,305
Total Nonspendable	<u>6,706,342</u>	<u>--</u>	<u>--</u>	<u>122,305</u>	<u>6,828,647</u>
<b>Restricted for:</b>					
General government	2,015,629	--	--	--	2,015,629
Public protection	--	--	--	9,926,768	9,926,768
Public assistance	--	5,782,160	2,241,627	1,890,108	9,913,895
Health and sanitation	--	--	--	8,894,408	8,894,408
Public ways and facilities	--	--	--	15,347,447	15,347,447
Education	--	--	--	420,224	420,224
Recreation	--	--	--	246,504	246,504
Debt service	--	--	--	7,203,870	7,203,870
Capital projects	--	--	--	58,254	58,254
Total Restricted	<u>2,015,629</u>	<u>5,782,160</u>	<u>2,241,627</u>	<u>43,987,583</u>	<u>54,026,999</u>
<b>Assigned to:</b>					
General reserve	7,000,000	--	--	--	7,000,000
Lampson airport	250,000	--	--	--	250,000
Infrastructure	3,015,675	--	--	--	3,015,675
General government	509,448	--	--	--	509,448
Public protection	334,360	--	--	--	334,360
Capital projects	--	--	--	1,434,109	1,434,109
Total Assigned	<u>11,109,483</u>	<u>--</u>	<u>--</u>	<u>1,434,109</u>	<u>12,543,592</u>
<b>Unassigned</b>	<u>11,104,600</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>11,104,600</u>
Total Fund Balances	<u>\$ 30,936,054</u>	<u>\$ 5,782,160</u>	<u>\$ 2,241,627</u>	<u>\$ 45,543,997</u>	<u>\$ 84,503,838</u>

#### Restatements

Adjustments resulting from errors or changes with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports the changes as restatements of beginning fund balance/net position.

The impact of the restatements on the fund balances as previously reported is presented below:

	Governmental Activities	General Fund	Housing Programs	Other Governmental Funds
Fund balance, beginning of year, as originally reported	\$ 201,332,497	\$ 32,807,085	\$ (52,449)	\$ 44,503,150
Prior period adjustments:				
Reclassification of deferred revenue	4,371,701	-	6,578,125	1,793,576
Adjustment to Teeter Reserve	<u>-</u>	<u>(4,000,000)</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year, restated	<u>\$ 205,704,198</u>	<u>\$ 28,807,085</u>	<u>\$ 6,525,676</u>	<u>\$ 46,296,726</u>

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 7: Leases

##### Operating Leases

The County leases office buildings and equipment under non-cancellable operating leases. Total costs for these leases was \$921,592 for the year ended June 30, 2013. The future minimum lease payments are as follows:

Year Ended June 30	Principal
2014	\$ 846,810
2015	634,914
2016	505,492
2017	429,974
2018	194,527
2019-2023	972,635
2024-2028	972,635
2029-2031	<u>875,372</u>
Total	<u>\$ 5,432,359</u>

#### Note 8: Closure/Post Closure

The County of Lake has one landfill and one transfer station. State and Federal laws and regulations require the County to perform certain closure and post-closure maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfills stop accepting waste, the County reports a portion of these closure and post-closure care costs as an expenditure in each year based on landfill capacity used as of each balance sheet date. The \$5,286,697 reported as closure/post-closure liability at June 30, 2013, represents the cumulative amount reported to date based on the use of 75.68 percent of total estimated site capacity. The estimated remaining life of the landfill is 17.6 years.

The County will recognize the remaining estimated cost of closure and post-closure care of \$1,472,690 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2013. Actual costs may be higher due to inflation, change in technology, or changes in regulations.

The County is required by State and Federal laws and regulations to provide financial assistance that appropriate resources will be available to finance closure and post-closure care costs in the future. At June 30, 2013, cash and investments of \$4,930,767 were held to fund closure costs and are reported as restricted cash on the Solid Waste Management's financial statements.

The County has approved a pledge of revenue to fund the post-closure costs. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional post-closure care requirements are determined (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges to future landfill users or from future tax revenue.

**COUNTY OF LAKE**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2013

Note 9: **Interfund Transactions**

**Advances To/From Other Funds**

Advances to/from other funds are non-current interfund loans and are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources. The following are advances to/from other funds as of June 30, 2013:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	RDA Successor Agency	\$ 4,890,902
	Social Services	661,550
	Other Governmental	
	Funds	<u>1,153,890</u>
		<u>6,706,342</u>
Other Governmental Funds	Other Governmental	
	Funds	34,167
	RDA Successor	<u>471,000</u>
		<u>505,167</u>
Agency Funds	Housing	<u>67,961</u>
		<u>\$ 7,279,470</u>

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 9: Interfund Transactions (continued)

##### Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, reimbursement of various County operations and re-allocations of special revenues. The following are the interfund transfers for the fiscal year ended June 30, 2013:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Social Services	\$ 607,747
	Other Governmental Funds	639,928
		<u>1,247,675</u>
Social Services	General Fund	297,216
	Housing	25,361
	Other Governmental Funds	138,475
		<u>461,052</u>
Other Governmental Funds	General Fund	1,084,128
	Housing	16,547
	Social Services	20,027
	Other Governmental Funds	38,253
		<u>1,158,955</u>
Solid Waste Management	General Fund	<u>14,200</u>
Internal Service Funds	General Fund	<u>5,582</u>
		<u>\$ 2,887,464</u>

#### Note 10: Employees' Retirement Plan

##### Plan Description

The County contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state. Copies of PERS' annual financial report may be obtained from their executive office – 400 P Street, Sacramento, CA 95814.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 10: Employees' Retirement Plan (continued)

##### **Funding Policy**

Miscellaneous plan members are required to contribute 7 percent of their annual covered salary. Safety plan members are required to contribute 9 percent of their annual covered salary. The County is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The County has committed to contribute a portion of the required employee contribution in addition to their own required contributions. The actuarial methods and assumptions are used are those adopted by the PERS Board of Administration. The required employer contribution rate for fiscal year 2012/2013 was 12.005 percent for miscellaneous employees and 16.539 percent for safety employees. The contribution requirements of the plan are established by State statute and the employer contribution rate is established and may be amended by PERS. The County is required to contribute the remaining amounts necessary to fund the benefits of its members using the actuarial basis adopted by the PERS Board of Administrators.

##### **Annual Pension Cost**

For fiscal year 2012/2013, the County's annual pension cost of \$3,530,581 for the miscellaneous plan and \$1,365,026 for the safety plan was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected annual salary increases of 3.55 percent to 14.45 percent for miscellaneous plan and 3.55 percent to 13.15 percent for safety plan, depending on age, service, and type of employment, and 3.25 percent per year cost of living adjustment. Both (a) and (b) included an inflation component of 3.00 percent. The actuarial value of PERS assets was determined using techniques that smooth the effect of short term volatility in the market value of investments over a two to five year period depending on the size of the investment gains or losses.

Initial unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into PERS. Subsequent plan amendments are amortized as a level percentage of pay over a closed 20 year period. Gains and losses that occur in the operation of the plan are amortized over a rolling period, which results in an amortization of 10% of unamortized gains and losses each year. If the plan's accrued liability exceeds the actuarial value of plan assets, then the amortization payment on the total unfunded liability may not be lower than the payment calculated over a 30 year amortization period. The table below presents three year trend information.

##### Miscellaneous

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2011	\$ 3,397,728	100%	\$ -
June 30, 2012	3,588,754	100%	-
June 30, 2013	3,530,581	100%	-

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 10: **Employees' Retirement Plan** (continued)

##### **Annual Pension Cost** (continued)

###### Safety

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 2011	\$ 1,320,244	100%	\$ -
June 30, 2012	1,374,797	100%	-
June 30, 2013	1,365,026	100%	-

##### **Funded Status and Funding Progress**

As of June 30, 2012, the most recent actuarial valuation date, the safety plan was 90.6 percent funded. The actuarial accrued liability for benefits was \$67,528,012, and the actuarial value of assets was \$61,161,058, resulting in an unfunded actuarial accrued liability (UAAL) of \$6,366,954. The covered payroll (annual payroll of active employees covered by the plan) was \$7,859,470, and the ratio of the UAAL to the covered payroll was 81.0 percent.

As of June 30, 2012, the most recent actuarial valuation date, the miscellaneous plan was 89.6 percent funded. The actuarial accrued liability for benefits was \$177,587,426, and the actuarial value of assets was \$159,070,088, resulting in an unfunded actuarial accrued liability (UAAL) of \$18,517,338. The covered payroll (annual payroll of active employees covered by the plan) was \$31,367,599, and the ratio of the UAAL to the covered payroll was 59.0 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

#### Note 11: **Other Post-Employment Benefits (OPEB)**

##### **Plan Description**

The County sponsors medical coverage to be provided through an agent multiple-employer Healthcare plan. The County arranges health insurance coverage for employees from either of two carriers that include the California State Associate of Counties (CSAC) EIA Health Program or the California Public Employees Medical and Hospital Care Act (PEMHCA). Both carriers provide health insurance through a variety of Health Maintenance Organizations (HMO) and Preferred Provider Organization (PPO) options. Participation in the chosen healthcare plan is financed in part by the County through a flexible benefits plan, with contributions made to the plan of up to \$800 per month, including \$115 per month required by PEMHCA. Dental, vision and life insurance are also available (but are self paid for retirees). Copies of PERS' annual financial report may be obtained from their executive office – 400 P Street, Sacramento, CA 95814. CSAC EIA's annual financial report may be obtained by contacting them at the Office of the Chief Financial Officer, 75 Iron Point Circle, Suite 200, Folsom, California 95630.

The County extends health coverage to its retirees. The County makes the required statutory PEMHCA contribution and other monthly insurance premium subsidies as described above. Furthermore, the County will make additional contributions towards certain eligible retirees' premiums until age 65 according to provisions of the County's bargaining agreements with its various employee groups.



## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 11: Other Post-Employment Benefits (OPEB) (continued)

##### Plan Description (continued)

Retirees who have completed at least 15 continuous years of service with the County at the time of retirement are eligible for an additional County contribution of 50% of the retiree-only medical premium depending on the health insurance option selected by the retiree. Retirees who have completed at least 20 continuous years of service at retirement are eligible for a 75% County contribution. The additional contributions continue until age 65 or the death of the retiree, if earlier. Spousal and dependent child coverage may be provided if the retiree pays the required additional premium(s).

##### Funding Policy

As required by GASB 45, an actuary will determine the County's Annual Required Contribution (ARC) at least once every two fiscal years. The ARC is calculated in accordance with certain parameters, and includes (1) the Normal Cost for one year, and (2) a component for amortization of the total unfunded actuarial accrued liability (UAAL) over a period not to exceed 30 years.

GASB 45 does not required pre-funding of OPEB benefits. Therefore, the County's funding policy is to continue to pay healthcare premiums for retirees as they fall due. The County has elected not to establish an irrevocable trust at this time. The Board of Supervisors reserves the authority to review and amend this funding policy from time to time, in order to ensure that the funding policy continues to best suit the circumstances of the County.

##### Annual OPEB Cost and Net OPEB Obligation/(Asset)

The following table shows the components of the County's Annual OPEB Cost for the year ended June 30, 2013, the amount actually contributed to the plan, and changes in the County's Net OPEB Obligation/(Asset). The OPEB liability has substantially decreased as a result of the termination of CalPERS health insurance for all but one employee group. This has eliminated the statutory lifetime minimum benefits as required under CalPERS health.

Annual Required Contribution	\$ 773,377
Interest on Net OPEB Obligation/(Asset)	255,271
Adjustment to Annual Required Contributions	<u>(332,114)</u>
Annual OPEB Cost (Expense)	696,534
Contributions Made	<u>(311,654)</u>
Increase to Net OPEB Obligations/(Asset)	384,880
Net OPEB Obligation/(Asset) - Beginning of Year	<u>5,542,708</u>
Net OPEB Obligation/(Asset) - End of Year	<u>\$ 5,927,588</u>

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

Note 11: **Other Post-Employment Benefits (OPEB)** (continued)

#### **Annual OPEB Cost and Net OPEB Obligation/(Asset)** (continued)

The County's Annual OPEB Cost, the percentage of Annual OPEB Cost contributed to the plan, and the Net OPEB Obligation/(Asset) for the fiscal year ended June 30, 2013 and the two prior fiscal years are as follows:

Fiscal Year Ended	Annual OPEB Cost	Actual Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation/ (Asset)
June 30, 2011	\$ 2,032,865	\$ 291,623	14.35%	\$ 5,105,411
June 30, 2012	696,534	259,238	37.22%	5,542,708
June 30, 2013	696,534	311,654	44.74%	5,927,588

#### **Funded Status and Funding Progress**

The funded status of the plan as of the most recent three actuarial valuations, was as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Projected Unit Credit Actuarial Accrued Liability	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2007	\$ -	\$ 11,828,481	\$ 11,828,481	0.00%	\$ 36,649,860	32.27%
July 1, 2009	-	13,606,926	13,606,926	0.00%	40,037,600	33.99%
July 1, 2011	-	6,395,104	6,395,104	0.00%	38,444,213	16.63%

Actuarial valuations of an ongoing plan involve estimates of the value of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the Annual Required Contributions of the County are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information (as it becomes available) that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

#### **Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 11: **Other Post-Employment Benefits (OPEB)** (continued)

The plan's most recent actuarial valuation was performed as of July 1, 2011. In that valuation, the Projected Unit Credit (PUC) Cost Method was used. The actuarial assumptions included a 5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 4 percent. These assumptions reflect an implicit 3.0 percent general inflation assumption. The County's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over 30 years. The remaining amortization period as of June 30, 2013 was 27 years.

#### Note 12: **Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has Risk Management Funds (Internal Service Funds) to finance its insured and uninsured risks of loss. The County's uninsured risk of loss for public liability claims is \$10,000 per occurrence; the County is fully insured for workers' compensation losses and the County is fully self-insured for all unemployment claims. The County is a member of the County Supervisors Association of California Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for counties. The County pays annual premiums to the Authority for insurance coverage.

Settled claims resulting from risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

Actual claims unpaid as of June 30, 2013, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2013, was as follows:

Unemployment	\$ 156,667
Public Liability	<u>540,000</u>
Total	<u>\$ 696,667</u>

All funds of the County participate in the program and make payments to the Risk Management Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. The claims liability of \$696,667 reported in the funds at June 30, 2013, is based on the requirements of Governmental Accounting Standards Board Statement No. 10 and 30, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is possible that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Estimates of the liabilities for incurred (both reported and unreported), but unpaid claims are actuarially determined. Liabilities are based on the estimated cost of settling the claims.

Changes in the County's claims liability amount for the fiscal years 2011, 2012, and 2013 were as follows:

Fiscal Year Ended	Balance at Beginning of Fiscal Year	Claims and Changes in Estimates	Claims Payments	Balance at End of Year
2011	\$ 330,096	\$ 1,576,796	\$ 1,336,900	\$ 569,992
2012	569,992	1,328,931	1,242,603	656,320
2013	656,320	1,156,342	1,115,995	696,667

## COUNTY OF LAKE

### Notes to Basic Financial Statements For the Year Ended June 30, 2013

#### Note 12: **Risk Management** (continued)

The ultimate settlement of specific claims against the County cannot presently be determined and no provision for any other liability that may result has been made in the financial statements.

#### Note 13: **Other Information**

##### A. **Construction Commitments**

The County has signed agreements to construct various capital improvement jobs subsequent to June 30, 2013. The balance owed on these commitments at June 30, 2013, was approximately \$2,456,217. The majority of this cost will be financed by debt.

##### B. **Contingent Liabilities**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

The County is a defendant in various lawsuits. In the aggregate, these claims seek monetary damages in significant amounts. However, in the opinion of County Counsel, final disposition should not materially adversely affect the financial position of the County, since the legal matters are covered by the County's liability program which, subject to a \$10,000 deductible per occurrence, provides complete coverage for any County liability losses. Therefore, no provision has been made in the financial statements for a loss contingency.

The County has received cease and desist orders on water and wastewater special districts. The action required to correct these situations will require future application of funding and or debt as well as capital outlay expenditures. There is not estimate at this time of the eventual cost to the County. Therefore, no provision has been made in the financial statements.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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# COUNTY OF LAKE

## Required Supplementary Information Schedule of Funding Progress For the Year Ended June 30, 2013

### 1. SCHEDULE OF FUNDING PROGRESS – PENSION

The table below presents historical analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Miscellaneous Plan and Safety Plan:

#### Miscellaneous Plan

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratios		Annual Covered Payroll	UAAL as a % of Payroll
				Actuarial Value	Market Value		
June 30, 2010	\$ 159,700,832	\$ 142,749,046	\$ 16,951,786	89.40%	70.10%	32,956,050	51.40%
June 30, 2011	170,258,375	151,550,377	18,707,998	89.00%	79.30%	32,575,826	57.40%
June 30, 2012	177,587,426	159,070,088	18,517,338	89.60%	74.80%	31,367,599	59.00%

#### Safety Plan

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratios		Annual Covered Payroll	UAAL as a % of Payroll
				Actuarial Value	Market Value		
June 30, 2010	\$ 60,443,954	\$ 55,597,483	\$ 4,846,471	92.00%	72.00%	\$ 8,584,825	56.50%
June 30, 2011	64,326,102	58,596,435	5,729,667	91.10%	80.90%	7,963,671	71.90%
June 30, 2012	67,528,012	61,161,058	6,366,954	90.60%	75.50%	7,859,470	81.00%

### 2. SCHEDULE OF FUNDING PROGRESS – OTHER POST EMPLOYMENT BENEFITS

The table below presents historical analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial liability as a percentage of the annual covered payroll for the County:

Valuation Date	Projected Unit Credit Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratio	Annual Covered Payroll	UAAL as a % of Payroll
July 1, 2007	\$ 11,828,481	\$ -	\$ 11,828,481	0.00%	\$ 36,649,860	32.27%
July 1, 2009	13,606,926	-	13,606,926	0.00%	40,037,600	33.99%
July 1, 2011	6,395,104	-	6,395,104	0.00%	38,444,213	16.63%

# COUNTY OF LAKE

## Budgetary Comparison Schedule General Fund For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Taxes	\$ 25,677,125	\$ 25,727,125	\$ 25,971,583	\$ 244,458
Licenses and permits	105,500	102,259	135,210	32,951
Fines, forfeitures and penalties	1,032,250	1,042,250	973,424	(68,826)
Use of money and property	503,900	490,900	482,421	(8,479)
Intergovernmental	13,079,190	13,421,012	11,529,700	(1,891,312)
Charges for services	4,324,899	4,302,880	4,247,948	(54,932)
Other revenues	(2,558,046)	(3,589,203)	1,706,957	5,296,160
Amounts available for appropriation	<u>42,164,818</u>	<u>41,497,223</u>	<u>45,047,243</u>	<u>3,550,020</u>
<b>Expenditures:</b>				
Current:				
General Government:				
County Counsel	777,820	800,820	753,287	47,533
Registrar of Voters	498,627	498,627	483,741	14,886
Non Departmental Revenue	5,000	173,800	8,349	165,451
Auditor-Controller	952,769	951,454	874,211	77,243
Treasurer-Tax Collector	1,099,181	1,127,831	1,073,183	54,648
Assessor	963,746	963,746	814,683	149,063
Central Services	89,989	104,384	82,220	22,164
Board of Supervisors	462,631	464,131	448,345	15,786
Administrative Office	512,011	465,515	404,978	60,537
Clerk to Board of Supervisor	107,766	107,766	86,295	21,471
Insurance & Surety	11,549	11,549	11,402	147
Public Works Admin.	687,480	687,480	621,850	65,630
Information Technology	1,262,118	1,150,212	1,048,102	102,110
Engineering & Inspection	1,192,771	1,192,771	1,080,257	112,514
Human Resources	556,193	562,418	506,763	55,655
Visitor Information Center	171,311	171,311	147,988	23,323
Marketing & Economic Development	588,260	609,752	377,171	232,581
Building and Grounds	976,349	948,551	895,121	53,430
Plant Acquisition	1,545,287	1,810,245	683,803	1,126,442
Appropriation for contingencies	3,000,000	2,688,827	--	2,688,827
Total General Government	<u>15,460,858</u>	<u>15,491,190</u>	<u>10,401,749</u>	<u>5,089,441</u>

continued



# COUNTY OF LAKE

## Budgetary Comparison Schedule General Fund For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Public Protection:				
Sheriff-Jail Facilities	\$ 7,216,933	\$ 7,219,956	\$ 6,557,297	\$ 662,659
Probation	3,552,016	3,498,046	3,139,788	358,258
Juvenile Home	1,659,773	1,678,273	1,347,205	331,068
Jail-Medical Services	1,522,828	1,522,828	1,458,385	64,443
Trial Courts	317,159	327,159	277,331	49,828
Grand Jurors	67,701	67,701	63,102	4,599
District Attorney	2,878,459	2,796,255	2,701,521	94,734
Public Defender	1,198,495	1,198,495	1,096,961	101,534
DA/Victim-Witness Program	231,785	187,618	151,060	36,558
DA Grant Programs	456,961	572,108	383,268	188,840
Planning	1,300,609	1,271,887	1,158,131	113,756
Animal Care and Control	736,238	741,238	699,269	41,969
Emergency Services	352,782	340,946	288,689	52,257
Recorder	254,142	255,493	254,221	1,272
Sheriff-Coroner	7,245,935	7,129,433	6,710,465	418,968
Sheriff-Central Dispatch	1,107,342	1,170,638	906,351	264,287
Sheriff-Marijuana Suppression	253,000	273,000	259,038	13,962
Sheriff-Court Security	502,432	502,432	267,209	235,223
Sheriff-Marine Patrol	382,034	382,034	334,674	47,360
Agricultural Commissioner	615,225	646,025	633,883	12,142
Total Public Protection	31,851,849	31,781,565	28,687,848	3,093,717
Public Assistance:				
Senior Citizens Program	89,612	89,612	89,612	--
Veterans Services	236,576	236,576	226,594	9,982
Total Public Assistance	326,188	326,188	316,206	9,982
Health and Sanitation				
Realignment Mental Health	61,112	61,112	61,112	--
Total Health and Sanitation	61,112	61,112	61,112	--
Education:				
UC Cooperative Extension	188,205	190,792	187,815	2,977
Total Education	188,205	190,792	187,815	2,977
Recreation and Culture:				
Museum	153,857	153,857	148,344	5,513
Parks & Recreation	1,451,708	1,505,950	1,342,808	163,142
Total Recreation and Culture	1,605,565	1,659,807	1,491,152	168,655

continued

# COUNTY OF LAKE

## Budgetary Comparison Schedule General Fund For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Capital Outlay:				
Auditor-Controller	\$ 85,000	\$ 85,000	\$ 60,443	\$ 24,557
Buildings & Grounds	38,362	68,996	43,904	25,092
Plant Aquisition	2,522,851	3,016,828	772,331	2,244,497
Information Technology	132,000	143,764	68,671	75,093
Sheriff-Central Dispatch	67,714	7,918	7,917	1
Sheriff-Coroner	181,081	181,081	78,685	102,396
Sheriff-Marine Patrol	--	30,000	29,807	193
Juvenile Home	28,700	10,200	6,345	3,855
Sheriff-Jail Facilities	517,000	512,000	120,605	391,395
Emergency Services	342,296	467,191	240,631	226,560
Parks & Recreation	714,085	723,184	114,944	608,240
Total Capital Outlay	<u>4,629,089</u>	<u>5,246,162</u>	<u>1,544,283</u>	<u>3,701,879</u>
 Total expenditures	<u>54,122,866</u>	<u>54,756,816</u>	<u>42,690,165</u>	<u>12,066,651</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(11,958,048)</u>	<u>(13,259,593)</u>	<u>2,357,078</u>	<u>15,616,671</u>
 <b>Other Financing Sources (Uses)</b>				
Transfers in	1,190,000	1,495,000	1,401,126	(93,874)
Transfers out	(1,735,815)	(2,058,955)	(1,247,675)	811,280
Proceeds from sale of capital assets	--	--	700	700
Total other financing sources (uses)	<u>(545,815)</u>	<u>(563,955)</u>	<u>154,151</u>	<u>717,406</u>
 Net change in fund balance	(12,503,863)	(13,823,548)	2,511,229	16,334,777
 Fund balances, beginning of year	<u>28,807,085</u>	<u>28,807,085</u>	<u>28,807,085</u>	<u>--</u>
 Fund balances, end of year	<u>\$ 16,303,222</u>	<u>\$ 14,983,537</u>	<u>\$ 31,318,314</u>	<u>\$ 16,334,777</u>

continued

**COUNTY OF LAKE**

Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2013

**Reconciliation of Net Changes in Fund Balances - Budgetary to GAAP Basis:**

**Net Change in Fund Balances - Budgetary Basis** \$ 2,511,229

The amount reported in the Governmental Funds Statement of Revenue, Expenditures and Changes in Fund Balance was different because:

Advances to and from other funds are offset to other revenues for budgetary purposes, but are not revenues for financial reporting purposes

(382,260)

**Net Change in Fund Balances - Statement of Revenues, Expenditures, and Changes in Fund Balances**

\$ 2,128,969

**Reconciliation of Fund Balances - Budgetary to GAAP Basis:**

**Fund Balances - Ending - Budgetary Basis** \$ 31,318,314

Cumulative effect of reclassification of advances to and from other funds

(382,260)

**Fund Balances - Ending - Basis**

\$ 30,936,054

Indirect charges of \$1,814,578 are reported as revenues and expenditures for budgetary purposes but are eliminated for financial reporting purposes

# COUNTY OF LAKE

## Budgetary Comparison Schedule Housing Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 266	\$ 266	\$ 723	\$ 457
Intergovernmental	888,709	888,709	268,463	(620,246)
Other revenues	116,547	116,547	2,223	(114,324)
Total revenues	<u>1,005,522</u>	<u>1,005,522</u>	<u>271,409</u>	<u>(734,113)</u>
<b>Expenditures</b>				
Current:				
Public assistance	1,092,899	1,162,481	1,056,833	105,648
Total expenditures	<u>1,092,899</u>	<u>1,162,481</u>	<u>1,056,833</u>	<u>105,648</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(87,377)</u>	<u>(156,959)</u>	<u>(785,424)</u>	<u>(628,465)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	8,452	8,452	41,908	33,456
Transfers out	--	--	--	--
Total other financing sources (uses)	<u>8,452</u>	<u>8,452</u>	<u>41,908</u>	<u>33,456</u>
Net change in fund balance	(78,925)	(148,507)	(743,516)	(595,009)
Fund balances, beginning of year	<u>6,525,676</u>	<u>6,525,676</u>	<u>6,525,676</u>	<u>--</u>
Fund balances, end of year	<u>\$ 6,446,751</u>	<u>\$ 6,377,169</u>	<u>\$ 5,782,160</u>	<u>\$ (595,009)</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Social Services For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 36,930,928	\$ 35,393,674	\$ 32,930,701	\$ (2,462,973)
Charges for services	2,282,898	2,282,898	2,017,480	(265,418)
Other revenues	199,000	199,000	21,908	(177,092)
Total revenues	<u>39,412,826</u>	<u>37,875,572</u>	<u>34,970,089</u>	<u>(2,905,483)</u>
<b>Expenditures</b>				
Current:				
Public assistance	40,858,639	41,168,416	35,306,700	5,861,716
Capital outlay	40,000	46,000	43,611	2,389
Total expenditures	<u>40,898,639</u>	<u>41,214,416</u>	<u>35,350,311</u>	<u>5,864,105</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,485,813)</u>	<u>(3,338,844)</u>	<u>(380,222)</u>	<u>2,958,622</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	632,747	632,747	627,774	(4,973)
Transfers out	(355,574)	(427,616)	(163,836)	263,780
Proceeds from sale of capital assets	--	--	926	926
Total other financing sources (uses)	<u>277,173</u>	<u>205,131</u>	<u>464,864</u>	<u>259,733</u>
Net change in fund balance	(1,208,640)	(3,133,713)	84,642	3,218,355
Fund balances, beginning of year	<u>2,165,201</u>	<u>2,165,201</u>	<u>2,165,201</u>	<u>--</u>
Fund balances, end of year	<u>\$ 956,561</u>	<u>\$ (968,512)</u>	<u>\$ 2,249,843</u>	<u>\$ 3,218,355</u>

### Reconciliation of Net Changes in Fund Balances - Budgetary to GAAP Basis:

**Net Change in Fund Balances - Budgetary Basis** \$ 84,642

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances was different because:

Advances to and from other funds are offset to revenues for budgetary purposes, but are not revenues for financial reporting purposes. 289,000

Movement of OPEB reserve, but is not an expenditure for financial reporting purposes. (297,216)

Net Change in Fund Balances - Statement of Revenues, Expenditures and Changes in Fund Balances \$ 76,426

### Reconciliation of Fund Balances - Budgetary to GAAP Basis:

**Fund Balances - Ending - Budgetary Basis** \$ 2,249,843

Cumulative effect of reclassification of advances to and from other funds 289,000

Movement of OPEB reserve, but is not an expenditure for financial reporting purposes. (297,216)

**Fund Balances - Ending - GAAP Basis** \$ 2,241,627

## COUNTY OF LAKE

### Required Supplementary Information Note to Required Supplementary Information For the Year Ended June 30, 2013

#### **A. SCHEDULE OF FUNDING PROGRESS – PENSION**

The Schedule of Funding Progress – Pension presents a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the pension plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

#### **B. SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS**

The Schedule of Funding Progress – Other Postemployment Benefits provides a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the OPEB plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

#### **C. BUDGETARY BASIS OF ACCOUNTING**

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares a budget for each fiscal year. Budgeted expenditures are enacted into law through the passage of an Appropriation Resolution. This resolution mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

The County follows these procedures annually in establishing the budgetary data reflected in the financial statements.

- (1) The County Administrative Officer submits to the Board of Supervisors a recommended budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. The recommended budget is approved by the Board prior to July 1<sup>st</sup>.
- (2) The Board of Supervisors conducts an advertised public hearing on the recommended budget to obtain comments from interested persons.
- (3) Prior to October 2, the budget is adopted through the passage of a resolution.
- (4) From the effective date of the budget, which is adopted and controlled at the department level, the amounts stated therein, as proposed expenditures become appropriations to the various County departments. The Board of Supervisors may amend the budget by motion during the fiscal year. The County Administrative Officer may authorize transfers from one object to another within the same department.

Formal budgetary integration is employed as a management control device during the year. The County presents a comparison of annual budgets to actual results for the County's General and Special Revenue funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). The Supplementary Law Enforcement Services nonmajor special revenue fund did not have a legally adopted budget.

The County uses an encumbrance system as an extension of normal budgetary accounting for the general and other governmental funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year end are recorded as restrictions, commitments or assignments of fund balance, depending on the funding sources, since they do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end. Encumbered appropriations are rebudgeted in the ensuing year's budget.



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**COMBINING AND INDIVIDUAL  
FUND STATEMENTS AND SCHEDULES**

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**NONMAJOR GOVERNMENTAL FUNDS**

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# COUNTY OF LAKE

## Combining Balance Sheet Nonmajor Governmental Funds June 30, 2013

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
<b>Assets</b>				
Cash and investments	\$38,142,007	\$ 7,203,870	\$2,466,634	\$47,812,511
Restricted cash	66,491	--	--	66,491
Imprest cash	1,335	--	--	1,335
Cash with fiscal agents	320,855	--	--	320,855
Accounts receivable	1,849,905	--	--	1,849,905
Due from other governments	1,002,635	--	--	1,002,635
Interest receivable	7,927	--	--	7,927
Advances to other funds	505,167	--	--	505,167
Inventory	122,305	--	--	122,305
Loans receivable	1,692,038	--	--	1,692,038
Total Assets	<u>43,710,665</u>	<u>7,203,870</u>	<u>2,466,634</u>	<u>53,381,169</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 1,781,653	\$ --	\$ 548	\$ 1,782,201
Accrued salaries and benefits	1,700,899	--	--	1,700,899
Deposits payable	111,330	--	--	111,330
Unearned revenues	1,078,326	--	973,723	2,052,049
Advances from other funds	1,188,058	--	--	1,188,058
Total Liabilities	<u>5,860,266</u>	<u>--</u>	<u>974,271</u>	<u>6,834,537</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue	1,002,635	--	--	1,002,635
Total Deferred Inflows of Resources	<u>1,002,635</u>	<u>--</u>	<u>--</u>	<u>1,002,635</u>
Fund Balances:				
Nonspendable	122,305	--	--	122,305
Restricted	36,725,459	7,203,870	58,254	43,987,583
Assigned	--	--	1,434,109	1,434,109
Total Fund Balances	<u>36,847,764</u>	<u>7,203,870</u>	<u>1,492,363</u>	<u>45,543,997</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$43,710,665</u>	<u>\$ 7,203,870</u>	<u>\$2,466,634</u>	<u>\$53,381,169</u>

# COUNTY OF LAKE

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended June 30, 2013

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
<b>Revenues</b>				
Taxes	\$ 2,576,985	\$ 172,939	\$ --	\$ 2,749,924
Licenses and permits	1,450,947	--	--	1,450,947
Fines, forfeitures and penalties	356,537	20,835	--	377,372
Use of money and property	286,659	51,669	230	338,558
Intergovernmental	30,635,847	--	38,103	30,673,950
Charges for services	15,984,143	2,260,935	15,550	18,260,628
Other revenues	586,808	--	5,789	592,597
Total Revenues	<u>51,877,926</u>	<u>2,506,378</u>	<u>59,672</u>	<u>54,443,976</u>
<b>Expenditures</b>				
Current:				
General government	1,242,833	--	60,577	1,303,410
Public protection	6,110,447	--	3,256	6,113,703
Public ways and facilities	12,738,425	--	--	12,738,425
Health and sanitation	19,808,210	--	--	19,808,210
Public assistance	3,636,561	--	2,313	3,638,874
Education	1,123,256	--	--	1,123,256
Culture and recreation	6,416	--	--	6,416
Debt Service:				
Principal	--	1,514,425	--	1,514,425
Interest	--	579,292	--	579,292
Capital outlay	6,978,063	--	1,051,044	8,029,107
Total Expenditures	<u>51,644,211</u>	<u>2,093,717</u>	<u>1,117,190</u>	<u>54,855,118</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>233,715</u>	<u>412,661</u>	<u>(1,057,518)</u>	<u>(411,142)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	806,656	--	10,000	816,656
Transfers out	(1,143,405)	--	(15,550)	(1,158,955)
Proceeds from sale of capital assets	628	--	--	628
Total Other Financing Sources (Uses)	<u>(336,121)</u>	<u>--</u>	<u>(5,550)</u>	<u>(341,671)</u>
<b>Net Change in Fund Balance</b>	<u>(102,406)</u>	<u>412,661</u>	<u>(1,063,068)</u>	<u>(752,813)</u>
<b>Fund Balances, Beginning of Year, Restated</b>	<u>36,950,086</u>	<u>6,791,209</u>	<u>2,555,431</u>	<u>46,296,726</u>
Change in inventory on purchases method	<u>84</u>	<u>--</u>	<u>--</u>	<u>84</u>
<b>Fund Balances, End of Year</b>	<u>\$36,847,764</u>	<u>\$ 7,203,870</u>	<u>\$ 1,492,363</u>	<u>\$ 45,543,997</u>

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**NONMAJOR GOVERNMENTAL FUNDS**  
**Special Revenue Funds**

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**COUNTY OF LAKE, CALIFORNIA  
NONMAJOR SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for revenues that are restricted by law or administrative action and expenditures for specified purposes. Nonmajor special revenue funds used by the County are listed below:

- **ROAD**  
to provide for the maintenance, repair, and reconstruction of roads and bridges within the County road system.
- **PARK DEVELOPMENT QUIMBY**  
to provide for the maintenance and development of parks.
- **COMMUNITY DEVELOPMENT**  
to account for the services to provide building and grading inspection services in the unincorporated area of Lake County.
- **GEOTHERMAL RESOURCE ROYALTIES**  
to account for the geothermal impact mitigation fees and provide funding for various projects.
- **FISH AND GAME**  
to account for the services provided for the protection and propagation of fish and game.
- **SPECIAL AVIATION**  
to account for the operation and maintenance of the County Airport at Lampson Field.
- **SPECIAL DISTRICTS ADMINISTRATION**  
to account for the administrative, labor, and overhead costs for the management of four wastewater systems, ten potable water systems, and nine lighting districts.
- **SHERIFF PROGRAMS**  
to account for the operation of the Sheriff department.
- **DISTRICT ATTORNEY PROGRAMS**  
to account for the activities of the District Attorney department.
- **LOW-MOD INCOME HOUSING**  
to account for activities of former redevelopment agency as successor agency.
- **ANIMAL CONTROL SPAY/NEUTER PROGRAMS**  
to account for operation and maintenance of the spay/neuter program.
- **SUPPLEMENTAL LAW ENFORCEMENT SERVICES**  
to account for law enforcement operations.
- **HEALTH PROGRAMS**  
to account for operation of health programs.
- **IHSS PUBLIC AUTHORITY**  
to account for the County's activities for AB 1682 mandates.

**COUNTY OF LAKE, CALIFORNIA  
NONMAJOR SPECIAL REVENUE FUNDS**

- **RECORDER PROGRAMS**  
to account for recording activities.
- **AIR QUALITY DISTRICT**  
to account for the operations of the air quality management district.
- **CDBG HOUSING PROGRAMS**  
to account for the CDBG housing program activities.
- **CHILD SUPPORT SERVICES**  
to account for the administrative oversight of the child support enforcement program.
- **MUSEUM**  
to account for operation and maintenance of the County museum.
- **LIBRARY**  
to account for library services in the unincorporated areas of the County.
- **LAKEBED MANAGEMENT**  
to account for the activities to support the purposes of the State trust on Clearlake.
- **KELSEYVILLE WATERWORKS DISTRICT**  
to account for the operation and maintenance of the Kelseyville area wastewater and potable water system.
- **BEHAVIORAL HEALTH PROGRAMS**  
to account for mental health services of the County.
- **LAKE COUNTY HOUSING COMMISSION**  
to account for the County Housing Commission activities.
- **WATERSHED PROTECTION DISTRICTS**  
to account for the watershed protection activities of the County.
- **COUNTY SERVICE AREAS**  
to account for the street lighting, public protection, health and sanitation, recreation and culture, public ways, and water utilities services provided by county service area districts in the unincorporated areas of the County.
- **LIGHTING DISTRICTS**  
to account for the street lighting activities of the various lighting districts of the County.
- **SHERIFF MOTOR POOL**  
to account for Sheriff's Department motor pool activity.
- **SANITATION DISTRICTS**  
to account for the engineering, administration, and operational services of the various sanitation districts of the County.

# COUNTY OF LAKE

## Combining Balance Sheet Nonmajor Special Revenue Funds June 30, 2013

	Road	Park Development Quimby	Community Development	Geothermal Resource Royalties	Fish and Game
<b>Assets</b>					
Cash and investments	\$ 7,245,908	\$ 215,218	\$ 582,446	\$ 1,380,668	\$ 35,934
Restricted cash	--	--	--	--	--
Imprest cash	--	--	75	--	--
Cash with fiscal agent	--	--	--	--	--
Accounts receivable	576,419	--	--	57,362	--
Due from other governments	344,873	--	--	--	--
Interest receivable	7,927	--	--	--	--
Advances to other funds	--	--	--	29,167	--
Inventory	122,305	--	--	--	--
Loans receivable	--	--	--	--	--
Total Assets	<u>8,297,432</u>	<u>215,218</u>	<u>582,521</u>	<u>1,467,197</u>	<u>35,934</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ 260,626	\$ --	\$ 3,817	\$ 39,234	\$ --
Salaries and benefits payable	216,564	--	41,319	--	--
Deposits payable	--	--	--	--	--
Unearned revenue	--	--	--	--	--
Advance from other funds	--	--	--	--	--
Total Liabilities	<u>477,190</u>	<u>--</u>	<u>45,136</u>	<u>39,234</u>	<u>--</u>
<u>Deferred Inflows of Resources</u>					
Unavailable revenue	<u>344,873</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Deferred Inflows of Resources	<u>344,873</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances:					
Nonspendable	122,305	--	--	--	--
Restricted	<u>7,353,064</u>	<u>215,218</u>	<u>537,385</u>	<u>1,427,963</u>	<u>35,934</u>
Total Fund Balances	<u>7,475,369</u>	<u>215,218</u>	<u>537,385</u>	<u>1,427,963</u>	<u>35,934</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 8,297,432</u>	<u>\$ 215,218</u>	<u>\$ 582,521</u>	<u>\$ 1,467,197</u>	<u>\$ 35,934</u>

continued

# COUNTY OF LAKE

## Combining Balance Sheet (continued) Nonmajor Special Revenue Funds June 30, 2013

	Special Aviation	Special Districts Administration	Sheriff Programs	District Attorney Programs
<b>Assets</b>				
Cash and investments	\$ 32,565	\$ 1,169,459	\$ 3,671,713	\$ 56,930
Restricted cash	--	--	--	--
Imprest cash	--	100	--	--
Cash with fiscal agent	--	--	--	--
Accounts receivable	--	39,200	45,002	--
Due from other governments	--	--	--	--
Interest receivable	--	--	--	--
Advances to other funds	--	--	--	--
Inventory	--	--	--	--
Loans receivable	--	--	--	--
Total Assets	<u>32,565</u>	<u>1,208,759</u>	<u>3,716,715</u>	<u>56,930</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 308	\$ 36,727	\$ 18,657	\$ --
Salaries and benefits payable	1,141	287,229	--	--
Deposits payable	--	--	--	--
Unearned revenue	--	--	--	--
Advance from other funds	--	--	--	--
Total Liabilities	<u>1,449</u>	<u>323,956</u>	<u>18,657</u>	<u>--</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances:				
Nonspendable	--	--	--	--
Restricted	31,116	884,803	3,698,058	56,930
Total Fund Balances	<u>31,116</u>	<u>884,803</u>	<u>3,698,058</u>	<u>56,930</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 32,565</u>	<u>\$ 1,208,759</u>	<u>\$ 3,716,715</u>	<u>\$ 56,930</u>

continued

# COUNTY OF LAKE

## Combining Balance Sheet (continued) Nonmajor Special Revenue Funds June 30, 2013

	Animal Control Spay/Neuter Programs	Supplemental Law Enforcement Services	Health Programs
<b>Assets</b>			
Cash and investments	\$ 23,923	\$ --	\$ 1,318,301
Restricted cash	--	--	--
Imprest cash	--	--	275
Cash with fiscal agent	--	--	--
Accounts receivable	--	--	254,435
Due from other governments	--	--	228,057
Interest receivable	--	--	--
Advances to other funds	--	--	--
Inventory	--	--	--
Loans receivable	--	--	--
Total Assets	<u>23,923</u>	<u>--</u>	<u>1,801,068</u>
<b>Liabilities and Fund Balances</b>			
Liabilities:			
Accounts payable	\$ 524	\$ --	\$ 48,742
Salaries and benefits payable	--	--	292,919
Deposits payable	--	--	--
Unearned revenue	--	--	1,078,326
Advance from other funds	--	--	--
Total Liabilities	<u>524</u>	<u>--</u>	<u>1,419,987</u>
<u>Deferred Inflows of Resources</u>			
Unavailable revenue	--	--	228,057
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>228,057</u>
Fund balances:			
Nonspendable	--	--	--
Restricted	23,399	--	153,024
Total Fund Balances	<u>23,399</u>	<u>--</u>	<u>153,024</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 23,923</u>	<u>\$ --</u>	<u>\$ 1,801,068</u>

continued

# COUNTY OF LAKE

## Combining Balance Sheet (continued) Nonmajor Special Revenue Funds June 30, 2013

	IHSS Public Authority	Recorder Programs	Air Quality District	CDBG Housing Programs
<b>Assets</b>				
Cash and investments	\$ --	\$ 1,629,443	\$ 1,096,817	\$ 115,099
Restricted cash	--	--	--	--
Imprest cash	--	--	--	--
Cash with fiscal agent	--	--	--	--
Accounts receivable	395,399	--	--	5,234
Due from other governments	--	--	--	--
Interest receivable	--	--	--	--
Advances to other funds	--	--	--	--
Inventory	--	--	--	--
Loans receivable	--	--	--	1,004,082
Total Assets	<u>395,399</u>	<u>1,629,443</u>	<u>1,096,817</u>	<u>1,124,415</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 395,399	\$ --	\$ 1,423	\$ --
Salaries and benefits payable	--	1,778	39,492	--
Deposits payable	--	--	--	--
Unearned revenue	--	--	--	--
Advance from other funds	--	--	--	--
Total Liabilities	<u>395,399</u>	<u>1,778</u>	<u>40,915</u>	<u>--</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances:				
Nonspendable	--	--	--	--
Restricted	--	1,627,665	1,055,902	1,124,415
Total Fund Balances	<u>--</u>	<u>1,627,665</u>	<u>1,055,902</u>	<u>1,124,415</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 395,399</u>	<u>\$ 1,629,443</u>	<u>\$ 1,096,817</u>	<u>\$ 1,124,415</u>

continued

# COUNTY OF LAKE

## Combining Balance Sheet (continued) Nonmajor Special Revenue Funds June 30, 2013

	Child Support Services	Museum	Library	Lakebed Management
<b>Assets</b>				
Cash and investments	\$ 544,541	\$ 31,286	\$ 587,732	\$ 71,550
Restricted cash	--	--	--	--
Imprest cash	50	--	80	--
Cash with fiscal agent	--	--	--	--
Accounts receivable	--	--	--	--
Due from other governments	--	--	--	--
Interest receivable	--	--	--	--
Advances to other funds	--	--	--	--
Inventory	--	--	--	--
Loans receivable	--	--	--	--
Total Assets	<u>544,591</u>	<u>31,286</u>	<u>587,812</u>	<u>71,550</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 49,493	\$ --	\$ 100,976	\$ 2,423
Salaries and benefits payable	184,353	--	66,612	1,823
Deposits payable	--	--	--	--
Unearned revenue	--	--	--	--
Advance from other funds	--	--	--	--
Total Liabilities	<u>233,846</u>	<u>--</u>	<u>167,588</u>	<u>4,246</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue	--	--	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances:				
Nonspendable	--	--	--	--
Restricted	<u>310,745</u>	<u>31,286</u>	<u>420,224</u>	<u>67,304</u>
Total Fund Balances	<u>310,745</u>	<u>31,286</u>	<u>420,224</u>	<u>67,304</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 544,591</u>	<u>\$ 31,286</u>	<u>\$ 587,812</u>	<u>\$ 71,550</u>

continued

# COUNTY OF LAKE

## Combining Balance Sheet (continued) Nonmajor Special Revenue Funds June 30, 2013

	Kelseyville Waterworks District	Behavioral Health Programs	Lake County Housing Commission	Watershed Protection Districts
<b>Assets</b>				
Cash and investments	\$ 894,294	\$ 5,342,589	\$ 86,959	\$ 1,794,692
Restricted cash	--	--	66,491	--
Imprest cash	--	730	--	25
Cash with fiscal agent	--	--	--	--
Accounts receivable	--	407,045	669	--
Due from other governments	--	52,843	--	--
Interest receivable	--	--	--	--
Advances to other funds	--	--	471,000	5,000
Inventory	--	--	--	--
Loans receivable	--	--	687,956	--
Total Assets	<u>894,294</u>	<u>5,803,207</u>	<u>1,313,075</u>	<u>1,799,717</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 28,095	\$ 347,045	\$ 9,891	\$ 527
Salaries and benefits payable	--	515,421	--	52,248
Deposits payable	--	--	66,491	--
Unearned revenue	--	--	--	--
Advance from other funds	--	556,526	--	5,000
Total Liabilities	<u>28,095</u>	<u>1,418,992</u>	<u>76,382</u>	<u>57,775</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue	--	52,843	--	--
Total Deferred Inflows of Resources	<u>--</u>	<u>52,843</u>	<u>--</u>	<u>--</u>
Fund balances:				
Nonspendable	--	--	--	--
Restricted	866,199	4,331,372	1,236,693	1,741,942
Total Fund Balances	<u>866,199</u>	<u>4,331,372</u>	<u>1,236,693</u>	<u>1,741,942</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 894,294</u>	<u>\$ 5,803,207</u>	<u>\$ 1,313,075</u>	<u>\$ 1,799,717</u>

continued



**COUNTY OF LAKE**

Combining Balance Sheet (continued)  
Nonmajor Special Revenue Funds  
June 30, 2013

	County Service Areas	Lighting Districts	Sheriff Motor Pool	Sanitation Districts	Totals
<b>Assets</b>					
Cash and investments	\$ 3,913,794	\$ 418,104	\$ 1,899,710	\$ 3,982,332	\$ 38,142,007
Restricted cash	--	--	--	--	66,491
Imprest cash	--	--	--	--	1,335
Cash with fiscal agent	--	--	--	320,855	320,855
Accounts receivable	--	--	--	69,140	1,849,905
Due from other governments	376,862	--	--	--	1,002,635
Interest receivable	--	--	--	--	7,927
Advances to other funds	--	--	--	--	505,167
Inventory	--	--	--	--	122,305
Loans receivable	--	--	--	--	1,692,038
Total Assets	<u>4,290,656</u>	<u>418,104</u>	<u>1,899,710</u>	<u>4,372,327</u>	<u>43,710,665</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ 215,016	\$ 87	\$ --	\$ 222,643	\$ 1,781,653
Salaries and benefits payable	--	--	--	--	1,700,899
Deposits payable	--	--	--	44,839	111,330
Unearned revenue	--	--	--	--	1,078,326
Advance from other funds	426,532	--	--	200,000	1,188,058
Total Liabilities	<u>641,548</u>	<u>87</u>	<u>--</u>	<u>467,482</u>	<u>5,860,266</u>
<u>Deferred Inflows of Resources</u>					
Unavailable revenue	376,862	--	--	--	1,002,635
Total Deferred Inflows of Resources	<u>376,862</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,002,635</u>
Fund balances:					
Nonspendable	--	--	--	--	122,305
Restricted	3,272,246	418,017	1,899,710	3,904,845	36,725,459
Total Fund Balances	<u>3,272,246</u>	<u>418,017</u>	<u>1,899,710</u>	<u>3,904,845</u>	<u>36,847,764</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,290,656</u>	<u>\$ 418,104</u>	<u>\$ 1,899,710</u>	<u>\$ 4,372,327</u>	<u>\$ 43,710,665</u>

# COUNTY OF LAKE

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds For the Year Ended June 30, 2013

	Road	Park Development Quimby	Community Development	Geothermal Resource Royalties	Fish and Game
<b>Revenues</b>					
Taxes	\$ 729,041	\$ --	\$ 23,439	\$ --	\$ 61,895
Licenses and permits	82,473	--	249,765	--	--
Fines and forfeitures	333	--	2,048	--	4,318
Use of money and property	57,970	1,574	2,663	11,023	377
Intergovernmental	4,926,168	--	--	1,422,253	1,046
Charges for services	405,589	--	121,133	--	--
Other revenues	3,518	--	52	2,949	--
<b>Total Revenues</b>	<u>6,205,092</u>	<u>1,574</u>	<u>399,100</u>	<u>1,436,225</u>	<u>67,636</u>
<b>Expenditures</b>					
Current:					
General government	--	--	--	991,603	--
Public protection	--	--	521,120	--	90,345
Public ways and facilities	5,774,217	--	--	--	--
Health and sanitation	--	--	--	--	--
Public assistance	--	--	--	--	--
Education	--	--	--	--	--
Recreation and culture	--	--	--	--	--
Capital outlay	1,565,463	--	--	--	--
<b>Total Expenditures</b>	<u>7,339,680</u>	<u>--</u>	<u>521,120</u>	<u>991,603</u>	<u>90,345</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,134,588)</u>	<u>1,574</u>	<u>(122,020)</u>	<u>444,622</u>	<u>(22,709)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	38,253	--	342,541	--	17,500
Transfers out	(27,000)	--	(5,355)	(780,000)	--
Proceeds from sale of capital assets	--	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>11,253</u>	<u>--</u>	<u>337,186</u>	<u>(780,000)</u>	<u>17,500</u>
<b>Net Change in Fund Balances</b>	(1,123,335)	1,574	215,166	(335,378)	(5,209)
<b>Fund Balances, Beginning of Year, Restated</b>	8,598,620	213,644	322,219	1,763,341	41,143
Change in inventory on purchases method	84	--	--	--	--
<b>Fund Balances, End of Year</b>	<u>\$ 7,475,369</u>	<u>\$ 215,218</u>	<u>\$ 537,385</u>	<u>\$ 1,427,963</u>	<u>\$ 35,934</u>

continued

**COUNTY OF LAKE**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2013

	Special Aviation	Special Districts Administration	Sheriff Programs	District Attorney Programs
<b>Revenues</b>				
Taxes	\$ 2	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--
Fines and forfeitures	--	--	180,143	3,618
Use of money and property	30,825	2,984	27,987	308
Intergovernmental	10,000	220,670	614,231	--
Charges for services	--	3,809,744	83,221	6,486
Other revenues	3,151	10,605	40,238	11,578
<b>Total Revenues</b>	<u>43,978</u>	<u>4,044,003</u>	<u>945,820</u>	<u>21,990</u>
<b>Expenditures</b>				
Current:				
General government	--	--	--	--
Public protection	--	--	1,176,316	12,734
Public ways and facilities	47,036	3,691,568	--	--
Health and sanitation	--	--	--	--
Public assistance	--	--	--	--
Education	--	--	--	--
Recreation and culture	--	--	--	--
Capital outlay	--	63,421	--	--
<b>Total Expenditures</b>	<u>47,036</u>	<u>3,754,989</u>	<u>1,176,316</u>	<u>12,734</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,058)</u>	<u>289,014</u>	<u>(230,496)</u>	<u>9,256</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	4,027	--	--	--
Transfers out	--	(39,803)	--	--
Proceeds from sale of capital assets	--	350	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>4,027</u>	<u>(39,453)</u>	<u>--</u>	<u>--</u>
<b>Net Change in Fund Balances</b>	969	249,561	(230,496)	9,256
<b>Fund Balances, Beginning of Year, Restated</b>	30,147	635,242	3,928,554	47,674
Change in inventory on purchases method	--	--	--	--
<b>Fund Balances, End of Year</b>	<u>\$ 31,116</u>	<u>\$ 884,803</u>	<u>\$ 3,698,058</u>	<u>\$ 56,930</u>

continued

**COUNTY OF LAKE**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2013

	Low-Mod Income Housing	Control Spay/Neuter Programs	Law Enforcement Services	Health Programs
<b>Revenues</b>				
Taxes	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	9,625	--	558,765
Fines and forfeitures	--	--	--	2,151
Use of money and property	--	--	435	1,997
Intergovernmental	--	--	418,947	3,466,788
Charges for services	--	63,579	--	723,846
Other revenues	--	18,372	--	31,529
<b>Total Revenues</b>	<u>--</u>	<u>91,576</u>	<u>419,382</u>	<u>4,785,076</u>
<b>Expenditures</b>				
Current:				
General government	--	--	--	--
Public protection	--	131,578	469,866	--
Public ways and facilities	--	--	--	--
Health and sanitation	--	--	--	4,856,974
Public assistance	--	--	--	--
Education	--	--	--	--
Recreation and culture	--	--	--	--
Capital outlay	--	--	--	--
<b>Total Expenditures</b>	<u>--</u>	<u>131,578</u>	<u>469,866</u>	<u>4,856,974</u>
Excess of Revenues Over (Under) Expenditures	<u>--</u>	<u>(40,002)</u>	<u>(50,484)</u>	<u>(71,898)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	--	37,638	--	118,222
Transfers out	--	--	--	(40,976)
Proceeds from sale of capital assets	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>37,638</u>	<u>--</u>	<u>77,246</u>
<b>Net Change in Fund Balances</b>	--	(2,364)	(50,484)	5,348
<b>Fund Balances, Beginning of Year, Restated</b>	--	25,763	50,484	147,676
Change in inventory on purchases method	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Fund Balances, End of Year</b>	<u>\$ --</u>	<u>\$ 23,399</u>	<u>\$ --</u>	<u>\$ 153,024</u>

continued

**COUNTY OF LAKE**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2013

	IHSS Public Authority	Recorder Programs	Air Quality District	CDBG Housing Programs
<b>Revenues</b>				
Taxes	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	483,843	--
Fines and forfeitures	--	--	18,795	--
Use of money and property	--	11,229	8,385	299
Intergovernmental	1,581,521	--	107,075	9,465
Charges for services	20,027	146,558	9,115	--
Other revenues	--	--	69,103	20,340
<b>Total Revenues</b>	<u>1,601,548</u>	<u>157,787</u>	<u>696,316</u>	<u>30,104</u>
<b>Expenditures</b>				
Current:				
General government	--	--	--	--
Public protection	--	128,585	--	--
Public ways and facilities	--	--	487,955	--
Health and sanitation	--	--	--	--
Public assistance	1,647,954	--	--	9,274
Education	--	--	--	--
Recreation and culture	--	--	--	--
Capital outlay	--	--	91,593	--
<b>Total Expenditures</b>	<u>1,647,954</u>	<u>128,585</u>	<u>579,548</u>	<u>9,274</u>
Excess of Revenues Over (Under) Expenditures	<u>(46,406)</u>	<u>29,202</u>	<u>116,768</u>	<u>20,830</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	138,475	--	--	--
Transfers out	(20,027)	--	(70,000)	(21,581)
Proceeds from sale of capital assets	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>118,448</u>	<u>--</u>	<u>(70,000)</u>	<u>(21,581)</u>
<b>Net Change in Fund Balances</b>	72,042	29,202	46,768	(751)
<b>Fund Balances, Beginning of Year, Restated</b>	(72,042)	1,598,463	1,009,134	1,125,166
Change in inventory on purchases method	--	--	--	--
<b>Fund Balances, End of Year</b>	<u>\$ --</u>	<u>\$ 1,627,665</u>	<u>\$ 1,055,902</u>	<u>\$ 1,124,415</u>

continued

# COUNTY OF LAKE

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued) Nonmajor Special Revenue Funds For the Year Ended June 30, 2013

	Child Support Services	Museum	Library	Lakebed Management
<b>Revenues</b>				
Taxes	\$ --	\$ --	\$ 753,418	\$ --
Licenses and permits	--	--	--	64,959
Fines and forfeitures	--	--	29	--
Use of money and property	3,847	210	13,737	776
Intergovernmental	2,264,522	--	39,963	--
Charges for services	--	--	22,183	--
Other revenues	56	--	41,024	166,006
<b>Total Revenues</b>	<u>2,268,425</u>	<u>210</u>	<u>870,354</u>	<u>231,741</u>
<b>Expenditures</b>				
Current:				
General government	--	--	--	251,230
Public protection	2,251,925	--	--	--
Public ways and facilities	--	--	--	--
Health and sanitation	--	--	--	--
Public assistance	--	--	--	--
Education	--	--	1,123,256	--
Recreation and culture	--	6,416	--	--
Capital outlay	--	--	--	--
<b>Total Expenditures</b>	<u>2,251,925</u>	<u>6,416</u>	<u>1,123,256</u>	<u>251,230</u>
Excess of Revenues Over (Under) Expenditures	<u>16,500</u>	<u>(6,206)</u>	<u>(252,902)</u>	<u>(19,489)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	--	10,000	100,000	--
Transfers out	(29,123)	--	(7,164)	--
Proceeds from sale of capital assets	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>(29,123)</u>	<u>10,000</u>	<u>92,836</u>	<u>--</u>
<b>Net Change in Fund Balances</b>	(12,623)	3,794	(160,066)	(19,489)
<b>Fund Balances, Beginning of Year, Restated</b>	323,368	27,492	580,290	86,793
Change in inventory on purchases method	--	--	--	--
<b>Fund Balances, End of Year</b>	<u>\$ 310,745</u>	<u>\$ 31,286</u>	<u>\$ 420,224</u>	<u>\$ 67,304</u>

continued

**COUNTY OF LAKE**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2013

	Kelseyville Waterworks District	Behavioral Health Programs	Lake County Housing Commission	Watershed Protection Districts
<b>Revenues</b>				
Taxes	\$ 95,550	\$ --	\$ --	\$ 579,269
Licenses and permits	--	--	--	1,517
Fines and forfeitures	--	15,483	--	1,607
Use of money and property	5,683	26,923	--	21,395
Intergovernmental	1,279	11,411,533	1,635,271	1,001,119
Charges for services	839,222	319,823	253,859	564,813
Other revenues	2	72,215	12,448	30,110
<b>Total Revenues</b>	<u>941,736</u>	<u>11,845,977</u>	<u>1,901,578</u>	<u>2,199,830</u>
<b>Expenditures</b>				
Current:				
General government	--	--	--	--
Public protection	--	--	--	1,326,625
Public ways and facilities	721,275	--	--	--
Health and sanitation	--	9,631,894	--	--
Public assistance	--	--	1,979,333	--
Education	--	--	--	--
Recreation and culture	--	--	--	--
Capital outlay	24,705	--	--	1,057,696
<b>Total Expenditures</b>	<u>745,980</u>	<u>9,631,894</u>	<u>1,979,333</u>	<u>2,384,321</u>
Excess of Revenues Over (Under) Expenditures	<u>195,756</u>	<u>2,214,083</u>	<u>(77,755)</u>	<u>(184,491)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	--	--	--	--
Transfers out	--	(72,545)	--	(7,128)
Proceeds from sale of capital assets	--	278	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>(72,267)</u>	<u>--</u>	<u>(7,128)</u>
<b>Net Change in Fund Balances</b>	195,756	2,141,816	(77,755)	(191,619)
<b>Fund Balances, Beginning of Year, Restated</b>	670,443	2,189,556	1,314,448	1,933,561
Change in inventory on purchases method	--	--	--	--
<b>Fund Balances, End of Year</b>	<u>\$ 866,199</u>	<u>\$ 4,331,372</u>	<u>\$ 1,236,693</u>	<u>\$ 1,741,942</u>

continued

**COUNTY OF LAKE**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2013

	County Service Areas	Lighting Districts	Sheriff Motor Pool	Sanitation Districts	Totals
<b>Revenues</b>					
Taxes	\$ 246,716	\$ 87,655	\$ --	\$ --	\$ 2,576,985
Licenses and permits	--	0	--	--	1,450,947
Fines and forfeitures	10,260	109	--	117,643	356,537
Use of money and property	29,283	2,918	--	23,831	286,659
Intergovernmental	1,502,720	1,276	--	--	30,635,847
Charges for services	2,219,461	2,641	209,259	6,163,584	15,984,143
Other revenues	1,314	--	37,046	15,152	586,808
<b>Total Revenues</b>	<u>4,009,754</u>	<u>94,599</u>	<u>246,305</u>	<u>6,320,210</u>	<u>51,877,926</u>
<b>Expenditures</b>					
Current:					
General government	--	--	--	--	1,242,833
Public protection	--	--	1,353	--	6,110,447
Public ways and facilities	1,938,544	77,830	--	--	12,738,425
Health and sanitation	--	--	--	5,319,342	19,808,210
Public assistance	--	--	--	--	3,636,561
Education	--	--	--	--	1,123,256
Recreation and culture	--	--	--	--	6,416
Capital outlay	1,860,600	--	51,932	2,262,653	6,978,063
<b>Total Expenditures</b>	<u>3,799,144</u>	<u>77,830</u>	<u>53,285</u>	<u>7,581,995</u>	<u>51,644,211</u>
Excess of Revenues Over (Under) Expenditures	<u>210,610</u>	<u>16,769</u>	<u>193,020</u>	<u>(1,261,785)</u>	<u>233,715</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	--	--	--	--	806,656
Transfers out	(22,703)	--	--	--	(1,143,405)
Proceeds from sale of capital assets	--	--	--	--	628
<b>Total Other Financing Sources (Uses)</b>	<u>(22,703)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(336,121)</u>
<b>Net Change in Fund Balances</b>	187,907	16,769	193,020	(1,261,785)	(102,406)
<b>Fund Balances, Beginning of Year, Restated</b>	3,084,339	401,248	1,706,690	5,166,630	36,950,086
Change in inventory on purchases method	--	--	--	--	84
<b>Fund Balances, End of Year</b>	<u>\$ 3,272,246</u>	<u>\$ 418,017</u>	<u>\$ 1,899,710</u>	<u>\$ 3,904,845</u>	<u>\$ 36,847,764</u>



# COUNTY OF LAKE

## Budgetary Comparison Schedule Road Fund For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 683,175	\$ 683,175	\$ 729,041	\$ 45,866
Licenses and permits	73,000	73,000	82,473	9,473
Fines and forfeitures	2,200	2,200	333	(1,867)
Use of money and property	48,000	48,000	57,970	9,970
Intergovernmental revenues	12,878,195	12,878,195	4,926,168	(7,952,027)
Charges for services	257,000	265,000	405,589	140,589
Other revenues	255,000	255,000	3,518	(251,482)
<b>Total Revenues</b>	<u>14,196,570</u>	<u>14,204,570</u>	<u>6,205,092</u>	<u>(7,999,478)</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	8,398,583	8,414,583	5,774,217	2,640,366
Capital outlay	9,862,723	9,862,723	1,565,463	8,297,260
<b>Total Expenditures</b>	<u>18,261,306</u>	<u>18,277,306</u>	<u>7,339,680</u>	<u>10,937,626</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,064,736)</u>	<u>(4,072,736)</u>	<u>(1,134,588)</u>	<u>2,938,148</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	27,550	27,550	38,253	10,703
Transfers out	--	--	(27,000)	(27,000)
<b>Total Other Financing Sources (Uses)</b>	<u>27,550</u>	<u>27,550</u>	<u>11,253</u>	<u>(16,297)</u>
<b>Net Change in Fund Balance</b>	<u>(4,037,186)</u>	<u>(4,045,186)</u>	<u>(1,123,335)</u>	<u>2,921,851</u>
<b>Fund Balance, Beginning of Year</b>	<u>8,598,620</u>	<u>8,598,620</u>	<u>8,598,620</u>	<u>--</u>
Change in inventory on purchase method	<u>--</u>	<u>--</u>	<u>84</u>	<u>84</u>
<b>Fund Balance, End of Year</b>	<u>\$ 4,561,434</u>	<u>\$ 4,553,434</u>	<u>\$ 7,475,369</u>	<u>\$ 2,921,935</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Park Development Quimby For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 1,600	\$ 1,600	\$ 1,574	\$ (26)
Charges for services	10,179	10,179	--	(10,179)
<b>Total Revenues</b>	<u>11,779</u>	<u>11,779</u>	<u>1,574</u>	<u>(10,205)</u>
<b>Expenditures</b>				
Capital outlay	225,423	225,423	--	225,423
<b>Total Expenditures</b>	<u>225,423</u>	<u>225,423</u>	<u>--</u>	<u>225,423</u>
<b>Net Change in Fund Balance</b>	<u>(213,644)</u>	<u>(213,644)</u>	<u>1,574</u>	<u>215,218</u>
<b>Fund Balance, Beginning of Year</b>	<u>213,644</u>	<u>213,644</u>	<u>213,644</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 215,218</u>	<u>\$ 215,218</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Community Development For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 5,000	\$ 5,000	\$ 23,439	\$ 18,439
Licenses and permits	230,201	230,201	249,765	19,564
Fines and forfeitures	500	500	2,048	1,548
Use of money and property	3,000	3,000	2,663	(337)
Charges for services	101,120	101,120	121,133	20,013
Other revenues	237	237	52	(185)
<b>Total Revenues</b>	<u>340,058</u>	<u>340,058</u>	<u>399,100</u>	<u>59,042</u>
<b>Expenditures</b>				
Current:				
Public protection	864,288	833,088	521,120	311,968
<b>Total Expenditures</b>	<u>864,288</u>	<u>833,088</u>	<u>521,120</u>	<u>311,968</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(524,230)</u>	<u>(493,030)</u>	<u>(122,020)</u>	<u>371,010</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	378,377	342,541	342,541	--
Transfers out	--	--	(5,355)	
<b>Total Other Financing Sources (Uses)</b>	<u>378,377</u>	<u>342,541</u>	<u>337,186</u>	<u>--</u>
<b>Net Change in Fund Balance</b>	<u>(145,853)</u>	<u>(150,489)</u>	<u>215,166</u>	<u>365,655</u>
<b>Fund Balance, Beginning of Year</b>	<u>322,219</u>	<u>322,219</u>	<u>322,219</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 176,366</u>	<u>\$ 171,730</u>	<u>\$ 537,385</u>	<u>\$ 365,655</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Geothermal Resource Royalties For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 10,000	\$ 10,000	\$ 11,023	\$ 1,023
Intergovernmental revenues	1,399,000	1,399,000	1,422,253	23,253
Other revenues	3,050	3,050	2,949	(101)
<b>Total Revenues</b>	<u>1,412,050</u>	<u>1,412,050</u>	<u>1,436,225</u>	<u>24,175</u>
<b>Expenditures</b>				
Current:				
General government	1,341,010	1,363,138	226,703	1,136,435
Capital outlay	990,367	1,000,137	761,951	238,186
<b>Total Expenditures</b>	<u>2,331,377</u>	<u>2,363,275</u>	<u>988,654</u>	<u>1,374,621</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(919,327)</u>	<u>(951,225)</u>	<u>447,571</u>	<u>1,398,796</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	<u>(780,000)</u>	<u>(780,000)</u>	<u>(780,000)</u>	<u>--</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(780,000)</u>	<u>(780,000)</u>	<u>(780,000)</u>	<u>--</u>
<b>Net Change in Fund Balance</b>	<u>(1,699,327)</u>	<u>(1,731,225)</u>	<u>(332,429)</u>	<u>1,398,796</u>
<b>Fund Balance, Beginning of Year</b>	<u>1,763,341</u>	<u>1,763,341</u>	<u>1,763,341</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 64,014</u>	<u>\$ 32,116</u>	<u>\$ 1,430,912</u>	<u>\$ 1,398,796</u>

### Reconciliation of Net Changes in Fund Balance - Budgetary to GAAP Basis:

**Net Change in Fund Balance - Budgetary Basis** \$ (332,429)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures,  
and Changes in Fund Balance was different because:

Repayment of advances from other funds are reported as revenues  
for budgetary purposes  
but are not revenues for financial reporting purposes. (2,949)

**Net Change in Fund Balance - Statement of Revenues,  
Expenditures and Changes in Fund Balance** \$ (335,378)

### Reconciliation of Fund Balance - Budgetary to GAAP Basis:

**Fund Balance - Ending - Budgetary Basis** \$ 1,430,912

Cumulative Effect of reclassification of advances to and from other funds (2,949)

**Fund Balance - Ending - GAAP Basis** \$ 1,427,963

# COUNTY OF LAKE

## Budgetary Comparison Schedule Fish and Game For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 60,017	\$ 60,017	\$ 61,895	\$ 1,878
Fines and forfeitures	5,007	5,007	4,318	(689)
Use of money and property	310	310	377	67
Intergovernmental revenues	1,110	1,110	1,046	(64)
<b>Total Revenues</b>	<u>66,444</u>	<u>66,444</u>	<u>67,636</u>	<u>1,192</u>
<b>Expenditures</b>				
Current:				
Public protection	106,222	106,222	90,345	15,877
<b>Total Expenditures</b>	<u>106,222</u>	<u>106,222</u>	<u>90,345</u>	<u>15,877</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(39,778)</u>	<u>(39,778)</u>	<u>(22,709)</u>	<u>17,069</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	17,500	17,500	17,500	--
<b>Total Other Financing Sources (Uses)</b>	<u>17,500</u>	<u>17,500</u>	<u>17,500</u>	<u>--</u>
<b>Net Change in Fund Balance</b>	(22,278)	(22,278)	(5,209)	17,069
<b>Fund Balance, Beginning of Year</b>	<u>41,143</u>	<u>41,143</u>	<u>41,143</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 18,865</u>	<u>\$ 18,865</u>	<u>\$ 35,934</u>	<u>\$ 17,069</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Special Aviation For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 8	\$ 8	\$ 2	\$ (6)
Use of money and property	36,720	36,720	30,825	(5,895)
Intergovernmental revenues	10,000	10,000	10,000	--
Other revenues	--	--	3,151	3,151
<b>Total Revenues</b>	<u>46,728</u>	<u>46,728</u>	<u>43,978</u>	<u>(2,750)</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	63,059	63,059	47,036	16,023
<b>Total Expenditures</b>	<u>63,059</u>	<u>63,059</u>	<u>47,036</u>	<u>16,023</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(16,331)</u>	<u>(16,331)</u>	<u>(3,058)</u>	<u>13,273</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	16,331	4,297	4,027	(270)
Transfers out	--	(18,114)	--	18,114
<b>Total Other Financing Sources (Uses)</b>	<u>16,331</u>	<u>(13,817)</u>	<u>4,027</u>	<u>17,844</u>
<b>Net Change in Fund Balance</b>	--	(30,148)	969	31,117
<b>Fund Balance, Beginning of Year</b>	<u>30,147</u>	<u>30,147</u>	<u>30,147</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 30,147</u>	<u>\$ (1)</u>	<u>\$ 31,116</u>	<u>\$ 31,117</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Special Districts Administration For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 3,201	\$ 3,201	\$ 2,984	\$ (217)
Intergovernmental revenues	276,000	276,000	220,670	(55,330)
Charges for services	3,816,967	3,816,967	3,809,744	(7,223)
Other revenues	--	--	10,605	10,605
<b>Total Revenues</b>	<u>4,096,168</u>	<u>4,096,168</u>	<u>4,044,003</u>	<u>(52,165)</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	4,203,702	4,212,452	3,691,568	520,884
Capital outlay	135,000	165,000	63,421	101,579
<b>Total Expenditures</b>	<u>4,338,702</u>	<u>4,377,452</u>	<u>3,754,989</u>	<u>622,463</u>
Excess of Revenues Over (Under) Expenditures	(242,534)	(281,284)	289,014	(674,628)
<b>Other Financing Sources (Uses)</b>				
Transfers out	--	--	(39,803)	(39,803)
Proceeds from sale of capital assets	--	--	350	350
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>(39,453)</u>	<u>(39,453)</u>
<b>Net Change in Fund Balance</b>	(242,534)	(281,284)	249,561	570,298
<b>Fund Balance, Beginning of Year</b>	<u>635,242</u>	<u>635,242</u>	<u>635,242</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 392,708</u>	<u>\$ 353,958</u>	<u>\$ 884,803</u>	<u>\$ 530,845</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Sheriff Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Fines and forfeitures	\$ 195,500	\$ 195,500	\$ 180,143	\$ (15,357)
Use of money and property	26,100	26,100	27,987	1,887
Intergovernmental revenues	644,447	644,447	614,231	(30,216)
Charges for services	49,000	49,000	83,221	34,221
Other revenues	1,250	1,250	40,238	38,988
<b>Total Revenues</b>	<u>916,297</u>	<u>916,297</u>	<u>945,820</u>	<u>29,523</u>
<b>Expenditures</b>				
Current:				
Public protection	1,833,541	2,021,236	1,176,316	844,920
Capital outlay	228,500	229,500	--	229,500
<b>Total Expenditures</b>	<u>2,062,041</u>	<u>2,250,736</u>	<u>1,176,316</u>	<u>1,074,420</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,145,744)</u>	<u>(1,334,439)</u>	<u>(230,496)</u>	<u>1,103,943</u>
<b>Net Change in Fund Balance</b>	<u>(1,145,744)</u>	<u>(1,334,439)</u>	<u>(230,496)</u>	<u>1,103,943</u>
<b>Fund Balance, Beginning of Year</b>	<u>3,928,554</u>	<u>3,928,554</u>	<u>3,928,554</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 2,782,810</u>	<u>\$ 2,594,115</u>	<u>\$ 3,698,058</u>	<u>\$ 1,103,943</u>



# COUNTY OF LAKE

## Budgetary Comparison Schedule District Attorney Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Fines and forfeitures	\$ 2,400	\$ 4,300	\$ 3,618	(682)
Use of money and property	25	25	308	283
Intergovernmental revenues	--	--	--	--
Charges for services	6,200	6,200	6,486	286
Other revenues	5,000	5,000	11,578	6,578
<b>Total Revenues</b>	<u>13,625</u>	<u>15,525</u>	<u>21,990</u>	<u>6,465</u>
<b>Expenditures</b>				
Current:				
Public protection	61,299	63,199	12,734	50,465
<b>Total Expenditures</b>	<u>61,299</u>	<u>63,199</u>	<u>12,734</u>	<u>50,465</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(47,674)</u>	<u>(47,674)</u>	<u>9,256</u>	<u>56,930</u>
<b>Net Change in Fund Balance</b>	<u>(47,674)</u>	<u>(47,674)</u>	<u>9,256</u>	<u>56,930</u>
<b>Fund Balance, Beginning of Year</b>	<u>47,674</u>	<u>47,674</u>	<u>47,674</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 56,930</u>	<u>\$ 56,930</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Animal Control Spay/Neuter Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Licenses and permits	\$ 6,000	\$ 6,000	\$ 9,625	
Charges for services	58,600	58,600	63,579	4,979
Other revenues	4,000	19,000	18,372	(628)
<b>Total Revenues</b>	<u>68,600</u>	<u>83,600</u>	<u>91,576</u>	<u>4,351</u>
<b>Expenditures</b>				
Current:				
Public protection	132,000	147,000	131,578	15,422
<b>Total Expenditures</b>	<u>132,000</u>	<u>147,000</u>	<u>131,578</u>	<u>15,422</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(63,400)</u>	<u>(63,400)</u>	<u>(40,002)</u>	<u>23,398</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	37,638	37,638	37,638	--
<b>Total Other Financing Sources (Uses)</b>	<u>37,638</u>	<u>37,638</u>	<u>37,638</u>	<u>--</u>
<b>Net Change in Fund Balance</b>	(25,762)	(25,762)	(2,364)	23,398
<b>Fund Balance, Beginning of Year</b>	<u>25,763</u>	<u>25,763</u>	<u>25,763</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 23,399</u>	<u>\$ 23,398</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Health Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Licenses and permits	\$ 558,755	\$ 558,755	\$ 558,765	\$ 10
Fines and forfeitures	2,000	2,000	2,151	151
Use of money and property	2,300	2,300	1,997	(303)
Intergovernmental revenues	3,959,832	4,033,832	3,466,788	(567,044)
Charges for services	824,025	824,025	723,846	(100,179)
Other revenues	5,980	23,980	13,529	(10,451)
<b>Total Revenues</b>	<u>5,352,892</u>	<u>5,444,892</u>	<u>4,767,076</u>	<u>(677,816)</u>
<b>Expenditures</b>				
Current:				
Health and sanitation	5,453,918	5,554,100	4,856,974	697,126
Capital outlay	42,360	42,360	--	42,360
<b>Total Expenditures</b>	<u>5,496,278</u>	<u>5,596,460</u>	<u>4,856,974</u>	<u>739,486</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(143,386)</u>	<u>(151,568)</u>	<u>(89,898)</u>	<u>61,670</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	118,222	118,222	118,222	--
Transfers out	118,222	118,222	(40,976)	(159,198)
Proceeds from sale of capital assets	--	--	18,000	18,000
<b>Total Other Financing Sources (Uses)</b>	<u>118,222</u>	<u>118,222</u>	<u>95,246</u>	<u>--</u>
<b>Net Change in Fund Balance</b>	(25,164)	(33,346)	5,348	38,694
<b>Fund Balance, Beginning of Year</b>	<u>147,676</u>	<u>147,676</u>	<u>147,676</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 122,512</u>	<u>\$ 114,330</u>	<u>\$ 153,024</u>	<u>\$ 38,694</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule IHSS Public Authority For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental revenues	\$ 1,548,257	\$ 1,548,257	\$ 1,581,521	\$ 33,264
Charges for services	25,000	25,000	20,027	(4,973)
<b>Total Revenues</b>	<u>1,573,257</u>	<u>1,573,257</u>	<u>1,601,548</u>	<u>28,291</u>
<b>Expenditures</b>				
Current:				
Public assistance	1,878,831	1,878,831	1,647,954	230,877
<b>Total Expenditures</b>	<u>1,878,831</u>	<u>1,878,831</u>	<u>1,647,954</u>	<u>230,877</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(305,574)</u>	<u>(305,574)</u>	<u>(46,406)</u>	<u>259,168</u>
<b>Other Financing Sources (Uses)</b>				
Transfer in	330,574	402,616	138,475	(264,141)
Transfers out	(25,000)	(25,000)	(20,027)	4,973
<b>Total Other Financing Sources (Uses)</b>	<u>305,574</u>	<u>377,616</u>	<u>118,448</u>	<u>(259,168)</u>
<b>Net Change in Fund Balance</b>	--	72,042	72,042	--
<b>Fund Balance, Beginning of Year</b>	<u>(72,042)</u>	<u>(72,042)</u>	<u>(72,042)</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u><u>\$ (72,042)</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Recorder Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 11,500	\$ 11,500	\$ 11,229	\$ (271)
Charges for services	116,500	116,500	146,558	30,058
<b>Total Revenues</b>	<u>128,000</u>	<u>128,000</u>	<u>157,787</u>	<u>29,787</u>
<b>Expenditures</b>				
Current:				
Public protection	386,294	386,294	128,585	257,709
<b>Total Expenditures</b>	<u>386,294</u>	<u>386,294</u>	<u>128,585</u>	<u>257,709</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(258,294)</u>	<u>(258,294)</u>	<u>29,202</u>	<u>287,496</u>
<b>Net Change in Fund Balance</b>	<u>(258,294)</u>	<u>(258,294)</u>	<u>29,202</u>	<u>287,496</u>
<b>Fund Balance, Beginning of Year</b>	<u>1,598,463</u>	<u>1,598,463</u>	<u>1,598,463</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,340,169</u>	<u>\$ 1,340,169</u>	<u>\$ 1,627,665</u>	<u>\$ 287,496</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Air Quality District For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Licenses and permits	\$ 458,000	\$ 458,000	\$ 483,843	\$ 25,843
Fines and forfeitures	30,050	30,050	18,795	(11,255)
Use of money and property	20,000	20,000	8,385	(11,615)
Intergovernmental revenues	579,610	579,610	107,075	(472,535)
Charges for services	27,300	27,300	9,115	(18,185)
Other revenues	3,100	3,100	69,103	66,003
<b>Total Revenues</b>	<u>1,118,060</u>	<u>1,118,060</u>	<u>696,316</u>	<u>(421,744)</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	1,110,160	1,087,761	487,955	599,806
Capital outlay	100,000	100,000	91,593	8,407
<b>Total Expenditures</b>	<u>1,210,160</u>	<u>1,187,761</u>	<u>579,548</u>	<u>608,213</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(92,100)</u>	<u>(69,701)</u>	<u>116,768</u>	<u>186,469</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	--	--	(70,000)	(70,000)
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>(70,000)</u>	<u>(70,000)</u>
<b>Net Change in Fund Balance</b>	(92,100)	(69,701)	46,768	116,469
<b>Fund Balance, Beginning of Year</b>	<u>1,009,134</u>	<u>1,009,134</u>	<u>1,009,134</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 917,034</u>	<u>\$ 939,433</u>	<u>\$ 1,055,902</u>	<u>\$ 116,469</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule CDBG Housing Programs For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 1,200	\$ 1,200	\$ 299	\$ (901)
Intergovernmental revenues	210,159	210,159	9,465	(200,694)
Other revenues	33,974	33,974	20,340	(13,634)
<b>Total Revenues</b>	<u>245,333</u>	<u>245,333</u>	<u>30,104</u>	<u>(215,229)</u>
<b>Expenditures</b>				
Current:				
General government	207,316	204,906	--	204,906
Public assistance	50,200	50,200	11,275	38,925
<b>Total Expenditures</b>	<u>257,516</u>	<u>255,106</u>	<u>11,275</u>	<u>243,831</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,183)</u>	<u>(9,773)</u>	<u>18,829</u>	<u>28,602</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	<u>(9,773)</u>	<u>(9,773)</u>	<u>(21,581)</u>	<u>(11,808)</u>
<b>Net Change in Fund Balance</b>	<u>(21,956)</u>	<u>(19,546)</u>	<u>(2,752)</u>	<u>16,794</u>
<b>Fund Balance, Beginning of Year</b>	<u>1,125,166</u>	<u>1,125,166</u>	<u>1,125,166</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,103,210</u>	<u>\$ 1,105,620</u>	<u>\$ 1,122,414</u>	<u>\$ 16,794</u>

### Reconciliation of Net Changes in Fund Balance - Budgetary to GAAP Basis:

**Net Change in Fund Balance - Budgetary Basis** \$ (2,752)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures,  
and Changes in Fund Balance was different because:

Advances to and other funds are offset to revenues for  
for budgetary purposes, but are not revenues for  
financial reporting purposes.

2,001

**Net Change in Fund Balance - Statement of Revenues,  
Expenditures and Changes in Fund Balance** \$ (751)

### Reconciliation of Fund Balance - Budgetary to GAAP Basis:

**Fund Balance - Ending - Budgetary Basis** \$ 1,122,414

Effect of reclassification of advances to and from other funds 2,001

**Fund Balance - Ending - GAAP Basis** \$ 1,124,415

# COUNTY OF LAKE

## Budgetary Comparison Schedule Child Support Services For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 4,000	\$ 4,000	\$ 3,847	\$ (153)
Intergovernmental revenues	2,638,737	2,638,737	2,264,522	(374,215)
Other revenues	--	--	56	56
<b>Total Revenues</b>	<u>2,642,737</u>	<u>2,642,737</u>	<u>2,268,425</u>	<u>(374,312)</u>
<b>Expenditures</b>				
Current:				
Public protection	2,676,994	2,676,994	2,251,925	425,069
<b>Total Expenditures</b>	<u>2,676,994</u>	<u>2,676,994</u>	<u>2,251,925</u>	<u>425,069</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(34,257)</u>	<u>(34,257)</u>	<u>16,500</u>	<u>50,757</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	<u>--</u>	<u>--</u>	<u>(29,123)</u>	<u>(29,123)</u>
<b>Net Change in Fund Balance</b>	<u>(34,257)</u>	<u>(34,257)</u>	<u>(12,623)</u>	<u>21,634</u>
<b>Fund Balance, Beginning of Year</b>	<u>323,368</u>	<u>323,368</u>	<u>323,368</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 289,111</u>	<u>\$ 289,111</u>	<u>\$ 310,745</u>	<u>\$ 21,634</u>



# COUNTY OF LAKE

## Budgetary Comparison Schedule Museum For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 200	\$ 200	\$ 210	\$ 10
Other revenues	25	25		(25)
<b>Total Revenues</b>	<u>225</u>	<u>225</u>	<u>210</u>	<u>(15)</u>
<b>Expenditures</b>				
Current:				
Recreation and culture	37,716	37,716	6,416	31,300
<b>Total Expenditures</b>	<u>37,716</u>	<u>37,716</u>	<u>6,416</u>	<u>31,300</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(37,491)</u>	<u>(37,491)</u>	<u>(6,206)</u>	<u>31,285</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>--</u>
<b>Net Change in Fund Balance</b>	<u>(27,491)</u>	<u>(27,491)</u>	<u>3,794</u>	<u>31,285</u>
<b>Fund Balance, Beginning of Year</b>	<u>27,492</u>	<u>27,492</u>	<u>27,492</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 31,286</u>	<u>\$ 31,285</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Library For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 756,540	\$ 756,540	\$ 753,418	\$ (3,122)
Fines and forfeitures	--	--	29	29
Use of money and property	12,800	12,800	13,737	937
Intergovernmental revenues	11,000	39,017	39,963	946
Charges for services	25,000	25,000	22,183	(2,817)
Other revenues	21,000	36,000	41,024	5,024
<b>Total Revenues</b>	<u>826,340</u>	<u>869,357</u>	<u>870,354</u>	<u>997</u>
<b>Expenditures</b>				
Current:				
Education	1,050,367	1,093,384	1,042,190	51,194
Capital outlay	269,510	269,510	81,066	188,444
<b>Total Expenditures</b>	<u>1,319,877</u>	<u>1,362,894</u>	<u>1,123,256</u>	<u>239,638</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(493,537)</u>	<u>(493,537)</u>	<u>(252,902)</u>	<u>240,635</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	100,000	100,000	100,000	--
Transfers out	--	--	(7,164)	(7,164)
<b>Total Other Financing Sources (Uses)</b>	<u>100,000</u>	<u>100,000</u>	<u>92,836</u>	<u>(7,164)</u>
<b>Net Change in Fund Balance</b>	<u>(393,537)</u>	<u>(393,537)</u>	<u>(160,066)</u>	<u>233,471</u>
<b>Fund Balance, Beginning of Year</b>	<u>580,289</u>	<u>580,289</u>	<u>580,290</u>	<u>1</u>
<b>Fund Balance, End of Year</b>	<u>\$ 186,752</u>	<u>\$ 186,752</u>	<u>\$ 420,224</u>	<u>\$ 233,472</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Lakebed Management For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Licenses and permits	\$ 100,766	\$ 100,766	\$ 64,959	\$ (35,807)
Use of money and property	1,600	1,600	776	(824)
Other revenues	145,315	145,315	166,006	20,691
<b>Total Revenues</b>	<u>247,681</u>	<u>247,681</u>	<u>231,741</u>	<u>(15,940)</u>
<b>Expenditures</b>				
Current:				
General government	253,699	253,699	251,230	2,469
<b>Total Expenditures</b>	<u>253,699</u>	<u>253,699</u>	<u>251,230</u>	<u>2,469</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,018)</u>	<u>(6,018)</u>	<u>(19,489)</u>	<u>(13,471)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	178,477	189,215	--	(189,215)
Transfers out	(178,477)	(157,215)	--	157,215
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>32,000</u>	<u>--</u>	<u>(32,000)</u>
<b>Net Change in Fund Balance</b>	(6,018)	25,982	(19,489)	(45,471)
<b>Fund Balance, Beginning of Year</b>	<u>137,962</u>	<u>137,962</u>	<u>86,793</u>	<u>(51,169)</u>
<b>Fund Balance, End of Year</b>	<u>\$ 131,944</u>	<u>\$ 163,944</u>	<u>\$ 67,304</u>	<u>\$ (96,640)</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Kelseyville Waterworks District For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 97,131	\$ 97,131	\$ 95,550	\$ (1,581)
Fines and forfeitures	245	245	--	(245)
Use of money and property	4,650	4,650	5,683	1,033
Intergovernmental revenues	1,250	1,250	1,279	29
Charges for services	780,876	780,876	839,222	58,346
Other revenues	88	88	2	(86)
<b>Total Revenues</b>	<u>884,240</u>	<u>884,240</u>	<u>941,736</u>	<u>57,496</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	899,741	860,841	721,275	139,566
Capital outlay	75,000	75,000	24,705	50,295
<b>Total Expenditures</b>	<u>974,741</u>	<u>935,841</u>	<u>745,980</u>	<u>189,861</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(90,501)</u>	<u>(51,601)</u>	<u>195,756</u>	<u>247,357</u>
<b>Net Change in Fund Balance</b>	<u>(90,501)</u>	<u>(51,601)</u>	<u>195,756</u>	<u>247,357</u>
<b>Fund Balance, Beginning of Year</b>	<u>670,443</u>	<u>670,443</u>	<u>670,443</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 579,942</u>	<u>\$ 618,842</u>	<u>\$ 866,199</u>	<u>\$ 247,357</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Behavioral Health For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Fines and forfeitures	\$ 16,500	\$ 16,500	15,483	(1,017)
Use of money and property	20,630	20,630	26,923	6,293
Intergovernmental	11,123,983	11,148,241	11,411,533	263,292
Charges for services	334,700	334,700	319,823	(14,877)
Other revenues	23,000	23,000	72,215	49,215
<b>Total Revenues</b>	<b>11,518,813</b>	<b>11,543,071</b>	<b>11,845,977</b>	<b>302,906</b>
<b>Expenditures</b>				
Current:				
Health and sanitation	11,282,090	11,334,017	9,831,894	1,502,123
Capital outlay	500,000	500,000	--	500,000
<b>Total Expenditures</b>	<b>11,782,090</b>	<b>11,834,017</b>	<b>9,831,894</b>	<b>2,002,123</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(263,277)	(290,946)	2,014,083	2,305,029
<b>Other Financing Sources (Uses)</b>				
Transfers in	369,049	369,049	--	369,049
Transfers out	(369,049)	(369,049)	--	(369,049)
Proceeds from sale of capital assets	--	--	278	(278)
<b>Total Other Financing Sources (Uses)</b>	<b>--</b>	<b>--</b>	<b>278</b>	<b>(278)</b>
<b>Net Change in Fund Balance</b>	<b>(263,277)</b>	<b>(290,946)</b>	<b>2,014,361</b>	<b>2,305,307</b>
<b>Fund Balance, Beginning of Year</b>	<b>2,189,556</b>	<b>2,189,556</b>	<b>2,189,556</b>	<b>--</b>
<b>Fund Balance, End of Year</b>	<b>\$ 1,926,279</b>	<b>\$ 1,898,610</b>	<b>\$ 4,203,917</b>	<b>\$ 2,305,307</b>

### Reconciliation of Net Changes in Fund Balance - Budgetary to GAAP Basis:

<b>Net Change in Fund Balance - Budgetary Basis</b>	\$ 2,014,361
The amount reported in the Governmental Funds Statement of <b>Revenues, Expenditures and Changes in Fund Balance</b> was different because:	
Advances to and from other funds are offset to revenues for budgetary purposes, but are not revenues for financial reporting purposes	200,000
Movement of OPEB reserve, but is not an expenditure for financial reporting purposes.	(72,545)
<b>Net Change in Fund Balance - Statement of Revenues, Expenditures and Changes in Fund Balance</b>	<b>\$ 2,141,816</b>

### Reconciliation of Fund Balance - Budgetary to GAAP Basis:

<b>Fund Balance - Ending - Budgetary Basis</b>	\$ 4,203,917
Cumulative effect of reclassification of advances to and from other funds	200,000
Movement of OPEB reserve, but is not an expenditure for financial reporting purposes.	(72,545)
<b>Fund Balance - Ending - GAAP Basis</b>	<b>\$ 4,331,372</b>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Lake County Housing Commission For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 249	\$ 249	\$ --	\$ (249)
Intergovernmental revenues	1,696,566	1,696,566	1,635,271	(61,295)
Charges for services	268,330	268,330	253,859	(14,471)
Other revenues	26,776	26,776	12,448	(14,328)
<b>Total Revenues</b>	<u>1,991,921</u>	<u>1,991,921</u>	<u>1,901,578</u>	<u>(90,343)</u>
<b>Expenditures</b>				
Current:				
Public assistance	2,037,481	2,037,481	1,979,333	58,148
<b>Total Expenditures</b>	<u>2,037,481</u>	<u>2,037,481</u>	<u>1,979,333</u>	<u>58,148</u>
<b>Net Change in Fund Balance</b>	(45,560)	(45,560)	(77,755)	(32,195)
<b>Fund Balance, Beginning of Year, restated</b>	<u>1,314,448</u>	<u>1,314,448</u>	<u>1,314,448</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,268,888</u>	<u>\$ 1,268,888</u>	<u>\$ 1,236,693</u>	<u>\$ (32,195)</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Watershed Protection Districts For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 558,959	\$ 558,959	\$ 579,269	\$ 20,310
Licenses and permits	1,700	1,700	1,517	(183)
Fines and forfeitures	1,000	1,000	1,607	607
Use of money and property	22,831	22,831	21,395	(1,436)
Intergovernmental revenues	453,548	453,548	1,001,119	547,571
Charges for services	575,351	575,351	564,813	(10,538)
Other revenues	--	913,355	30,110	(883,245)
<b>Total Revenues</b>	<u>1,613,389</u>	<u>2,526,744</u>	<u>2,199,830</u>	<u>(326,914)</u>
<b>Expenditures</b>				
Current:				
Public protection	1,812,441	1,789,010	1,326,625	462,385
Capital outlay	250,000	1,163,355	1,057,696	105,659
<b>Total Expenditures</b>	<u>2,062,441</u>	<u>2,952,365</u>	<u>2,384,321</u>	<u>568,044</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(449,052)</u>	<u>(425,621)</u>	<u>(184,491)</u>	<u>241,130</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	13,700	13,700	--	(13,700)
Transfers out	(13,700)	(13,700)	(7,128)	6,572
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>(7,128)</u>	<u>(7,128)</u>
<b>Net Change in Fund Balance</b>	(449,052)	(425,621)	(191,619)	234,002
<b>Fund Balance, Beginning of Year</b>	<u>1,933,561</u>	<u>1,933,561</u>	<u>1,933,561</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,484,509</u>	<u>\$ 1,507,940</u>	<u>\$ 1,741,942</u>	<u>\$ 234,002</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule County Service Areas For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 250,129	\$ 250,129	\$ 246,716	\$ (3,413)
Fines and forfeitures	2,443	2,443	10,260	7,817
Use of money and property	26,647	26,647	29,283	2,636
Intergovernmental revenues	1,803,273	1,803,273	1,502,720	(300,553)
Charges for services	366,815	383,015	2,219,461	1,836,446
Other revenues	1,581,860	1,735,660	1,314	(1,734,346)
<b>Total Revenues</b>	<u>4,031,167</u>	<u>4,201,167</u>	<u>4,009,754</u>	<u>(191,413)</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	2,540,861	2,557,308	2,241,034	316,274
Capital outlay	2,364,073	2,476,673	1,860,600	616,073
<b>Total Expenditures</b>	<u>4,904,934</u>	<u>5,033,981</u>	<u>4,101,634</u>	<u>932,347</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(873,767)</u>	<u>(832,814)</u>	<u>(91,880)</u>	<u>740,934</u>
<b>Other Financing Sources (Uses)</b>				
Transfers out	--	--	(22,703)	(22,703)
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>(22,703)</u>	<u>(22,703)</u>
<b>Net Change in Fund Balance</b>	<u>(873,767)</u>	<u>(832,814)</u>	<u>(114,583)</u>	<u>718,231</u>
<b>Fund Balance, Beginning of Year</b>	<u>3,084,339</u>	<u>3,084,339</u>	<u>3,084,339</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 2,210,572</u>	<u>\$ 2,251,525</u>	<u>\$ 2,969,756</u>	<u>\$ 718,231</u>

### Balance - Reconciliation of Net Changes in Fund Balance - Budgetary to GAAP Basis:

**Net Change in Fund Balance - Budgetary Basis** \$ (114,583)

The amount reported in the Governmental Funds Statement of  
**Revenues, Expenditures and Changes in Fund Balance** was  
different because:

Advances to and from other funds are offset to revenues for  
budgetary purposes, but are not revenues for financial  
reporting purposes

302,490

**Net Change in Fund Balance - Statement of Revenues,  
Expenditures and Changes in Fund Balance**

\$ 187,907

### Reconciliation of Fund Balance - Budgetary to GAAP Basis:

**Fund Balance - Ending - Budgetary Basis** \$ 2,969,756

Cumulative effect of reclassification of advances to and from  
other funds

302,490

**Fund Balance - Ending - GAAP Basis**

\$ 3,272,246



# COUNTY OF LAKE

## Budgetary Comparison Schedule Lighting Districts For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ 77,241	\$ 77,241	\$ 87,655	\$ 10,414
Fines and forfeitures	9	9	109	100
Use of money and property	2,665	2,665	2,918	253
Intergovernmental revenues	1,274	1,274	1,276	2
Charges for services	2,680	2,680	2,641	(39)
<b>Total Revenues</b>	<u>83,869</u>	<u>83,869</u>	<u>94,599</u>	<u>10,730</u>
<b>Expenditures</b>				
Current:				
Public ways and facilities	85,406	85,406	77,830	7,576
<b>Total Expenditures</b>	<u>85,406</u>	<u>85,406</u>	<u>77,830</u>	<u>7,576</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,537)</u>	<u>(1,537)</u>	<u>16,769</u>	<u>18,306</u>
<b>Net Change in Fund Balance</b>	<u>(1,537)</u>	<u>(1,537)</u>	<u>16,769</u>	<u>18,306</u>
<b>Fund Balance, Beginning of Year</b>	<u>401,248</u>	<u>401,248</u>	<u>401,248</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 399,711</u>	<u>\$ 399,711</u>	<u>\$ 418,017</u>	<u>\$ 18,306</u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Sheriff Motor Pool For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 165,000	\$ 165,000	\$ 209,259	\$ 44,259
Other revenues	--	--	37,046	37,046
<b>Total Revenues</b>	<u>165,000</u>	<u>165,000</u>	<u>246,305</u>	<u>81,305</u>
<b>Expenditures</b>				
Current:				
Public protection	1,353	1,353	1,353	--
Capital outlay	185,000	185,000	51,932	133,068
<b>Total Expenditures</b>	<u>186,353</u>	<u>186,353</u>	<u>53,285</u>	<u>133,068</u>
<b>Net Change in Fund Balance</b>	(21,353)	(21,353)	193,020	214,373
<b>Fund Balance, Beginning of Year</b>	<u>1,706,690</u>	<u>1,706,690</u>	<u>1,706,690</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u><u>\$ 1,685,337</u></u>	<u><u>\$ 1,685,337</u></u>	<u><u>\$ 1,899,710</u></u>	<u><u>\$ 214,373</u></u>

# COUNTY OF LAKE

## Budgetary Comparison Schedule Sanitation Districts For the Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes and assessments	\$ --	\$ --	\$ --	\$ --
Fines and forfeitures	50,460	50,460	117,643	67,183
Use of money and property	38,205	38,205	23,831	(14,374)
Charges for services	38,040	38,040	6,163,584	6,125,544
Other revenues	6,043,040	6,243,040	15,152	(6,227,888)
<b>Total Revenues</b>	<u>6,169,745</u>	<u>6,369,745</u>	<u>6,320,210</u>	<u>(49,535)</u>
<b>Expenditures</b>				
Current:				
Health and sanitation	6,270,776	6,352,776	5,319,342	1,033,434
Capital outlay	2,473,976	2,641,976	2,262,653	379,323
<b>Total Expenditures</b>	<u>8,744,752</u>	<u>8,994,752</u>	<u>7,581,995</u>	<u>1,412,757</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,575,007)</u>	<u>(2,625,007)</u>	<u>(1,261,785)</u>	<u>1,363,222</u>
<b>Net Change in Fund Balance</b>	<u>(2,575,007)</u>	<u>(2,625,007)</u>	<u>(1,261,785)</u>	<u>1,363,222</u>
<b>Fund Balance, Beginning of Year</b>	<u>5,166,630</u>	<u>5,166,630</u>	<u>5,166,630</u>	<u>--</u>
<b>Fund Balance, End of Year</b>	<u>\$ 2,591,623</u>	<u>\$ 2,541,623</u>	<u>\$ 3,904,845</u>	<u>\$ 1,363,222</u>

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**NONMAJOR GOVERNMENTAL FUNDS**  
**Debt Service Funds**

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**COUNTY OF LAKE, CALIFORNIA  
NONMAJOR DEBT SERVICE FUNDS**

Debt Service Funds are used to account for accumulation of resources for, and payment of, principal and interest on the County's general long-term debt. Nonmajor debt service funds of the County are listed below:

- **SANITATION IMPROVEMENT DISTRICTS**  
to account for the accumulation of resources and payment of principal and interest for debt of sanitation improvement districts.
- **LACOSAN ASSESSMENT DISTRICTS**  
to account for the accumulation of resources and payment of principal and interest for debt of LACOSAN assessment districts.
- **COUNTY SERVICE AREA IMPROVEMENT DISTRICTS**  
to account for the accumulation of resources and payment of principal and interest for debt of County service area improvement districts.
- **USDA RUS LOANS**  
to account for the accumulation of resources and payment of principal and interest for debt of the Kelseyville and Finley districts.
- **GEYSERS PIPELINE**  
to account for the accumulation of resources and payment to principal and interest for the Geysers Pipeline project.

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# COUNTY OF LAKE

## Combining Balance Sheet Nonmajor Debt Service Funds June 30, 2013

	Sanitation Improvement Districts	LACOSAN Assessment Districts	County Service Area Improvement Districts	USDA RUS Loans	Geyser Pipeline	Total
<b>Assets</b>						
Cash and investments	\$ 100,216	\$ 930,756	\$ 1,157,261	\$ 1,179,389	\$ 3,836,248	\$ 7,203,870
Total Assets	<u>\$ 100,216</u>	<u>\$ 930,756</u>	<u>\$ 1,157,261</u>	<u>\$ 1,179,389</u>	<u>\$ 3,836,248</u>	<u>\$ 7,203,870</u>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund Balances:						
Restricted	100,216	930,756	1,157,261	1,179,389	3,836,248	7,203,870
Total Fund Balances	<u>100,216</u>	<u>930,756</u>	<u>1,157,261</u>	<u>1,179,389</u>	<u>3,836,248</u>	<u>7,203,870</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 100,216</u>	<u>\$ 930,756</u>	<u>\$ 1,157,261</u>	<u>\$ 1,179,389</u>	<u>\$ 3,836,248</u>	<u>\$ 7,203,870</u>

# COUNTY OF LAKE

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Debt Service Funds For the Year Ended June 30, 2013

	Sanitation Improvement Districts	LACOSAN Assessment Districts	County Service Area Improvement Districts	USDA RUS Loans	Geyser Pipeline	Total
<b>Revenues</b>						
Taxes	\$ 103,966	\$ 68,953	\$ 20	\$ --	\$ --	\$ 172,939
Fines, forfeitures and penalties	7,861	5,071	7,903	--	--	20,835
Use of money and property	585	5,731	7,907	8,225	29,221	51,669
Charges for services	--	368,235	521,549	296,690	1,074,461	2,260,935
<b>Total Revenues</b>	<u>112,412</u>	<u>447,990</u>	<u>537,379</u>	<u>304,915</u>	<u>1,103,682</u>	<u>\$ 2,506,378</u>
<b>Expenditures</b>						
Debt Service:						
Principal	109,000	48,000	446,421	100,678	810,326	1,514,425
Interest	10,300	136,753	107,700	124,821	199,718	579,292
<b>Total Expenditures</b>	<u>119,300</u>	<u>184,753</u>	<u>554,121</u>	<u>225,499</u>	<u>1,010,044</u>	<u>2,093,717</u>
<b>Net Change in Fund Balances</b>	(6,888)	263,237	(16,742)	79,416	93,638	412,661
<b>Fund Balances, Beginning of Year</b>	<u>107,104</u>	<u>667,519</u>	<u>1,174,003</u>	<u>1,099,973</u>	<u>3,742,610</u>	<u>6,791,209</u>
<b>Fund Balances, End of Year</b>	<u>\$ 100,216</u>	<u>\$ 930,756</u>	<u>\$ 1,157,261</u>	<u>\$ 1,179,389</u>	<u>\$ 3,836,248</u>	<u>\$ 7,203,870</u>

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**NONMAJOR GOVERNMENTAL FUNDS**  
**Capital Projects Funds**

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**COUNTY OF LAKE, CALIFORNIA  
NONMAJOR CAPITAL PROJECTS FUNDS**

Capital Projects Funds are used to account for financial resources to be used for the acquisition of land or acquisition and construction of major facilities other than those financed by the proprietary fund types. Nonmajor capital projects funds are listed below:

- **CAPITAL PROJECTS – CDBG**  
to account for CDBG projects.
- **GEYSER'S PIPELINE**  
to account for the Geyser pipeline construction.
- **ROAD IMPROVEMENT PROJECTS**  
to account for road project costs.
- **SPECIAL PROJECTS**  
to account for special projects.
- **ANIMAL CONTROL**  
to account for animal control activities.
- **LAMPSON AIRPORT CAPITAL PROJECTS**  
to account for capital projects at Lampson Airport.

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**COUNTY OF LAKE**

Combining Balance Sheet  
Nonmajor Capital Projects Funds  
June 30, 2013

	Capital Projects - CDBG	Geyser's Pipeline	Road Impr Projects	Special Projects	Animal Control	Lampson Airport Capital Projects -	Total
<b>Assets</b>							
Cash and investments	\$ --	\$ 542,217	\$ 431,506	\$1,434,657	\$ 19,542	\$ 38,712	\$2,466,634
<b>Total Assets</b>	<u>\$ --</u>	<u>\$ 542,217</u>	<u>\$ 431,506</u>	<u>\$1,434,657</u>	<u>\$ 19,542</u>	<u>\$ 38,712</u>	<u>\$2,466,634</u>
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable	\$ --	\$ --	\$ --	\$ 548	\$ --	\$ --	\$ 548
Deferred revenues	--	542,217	431,506	--	--	--	973,723
Total Liabilities	<u>--</u>	<u>542,217</u>	<u>431,506</u>	<u>548</u>	<u>--</u>	<u>--</u>	<u>974,271</u>
Fund Balances:							
Restricted	--	--	--	--	19,542	38,712	58,254
Assigned	--	--	--	1,434,109	--	--	1,434,109
Total Fund Balances	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,434,109</u>	<u>19,542</u>	<u>38,712</u>	<u>1,492,363</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ --</u>	<u>\$ 542,217</u>	<u>\$ 431,506</u>	<u>\$1,434,657</u>	<u>\$ 19,542</u>	<u>\$ 38,712</u>	<u>\$2,466,634</u>

**COUNTY OF LAKE**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Nonmajor Capital Projects Funds  
For the Year Ended June 30, 2013

	Capital Projects - CDBG	Geyser's Pipeline	Road Impr Projects	Special Projects	Animal Control	Lampson Airport Capital Projects -	Total
<b>Revenues</b>							
Use of money and property	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 230	\$ 230
Intergovernmental	--	--	--	--	--	38,103	38,103
Charges for services	--	--	15,550	--	--	--	15,550
Other revenues	--	--	--	5,789	--	--	5,789
<b>Total Revenues</b>	<u>--</u>	<u>--</u>	<u>15,550</u>	<u>5,789</u>	<u>--</u>	<u>38,333</u>	<u>59,672</u>
<b>Expenditures</b>							
Current:							
General government	--	--	--	60,577	--	--	60,577
Public protection	--	--	--	--	3,256	--	3,256
Public assistance	2,313	--	--	--	--	--	2,313
Capital outlay	--	--	--	1,024,630	--	26,414	1,051,044
<b>Total Expenditures</b>	<u>2,313</u>	<u>--</u>	<u>--</u>	<u>1,085,207</u>	<u>3,256</u>	<u>26,414</u>	<u>1,117,190</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,313)</u>	<u>--</u>	<u>15,550</u>	<u>(1,079,418)</u>	<u>(3,256)</u>	<u>11,919</u>	<u>(1,057,518)</u>
<b>Other Financing Sources (Uses)</b>							
Transfers in	--	--	--	10,000	--	--	10,000
Transfers out	--	--	(15,550)	--	--	--	(15,550)
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>(15,550)</u>	<u>10,000</u>	<u>--</u>	<u>--</u>	<u>(5,550)</u>
<b>Net Change in Fund Balances</b>	<u>(2,313)</u>	<u>--</u>	<u>--</u>	<u>(1,069,418)</u>	<u>(3,256)</u>	<u>11,919</u>	<u>(1,063,068)</u>
<b>Fund Balances, Beginning of Year</b>	<u>2,313</u>	<u>--</u>	<u>--</u>	<u>2,503,527</u>	<u>22,798</u>	<u>26,793</u>	<u>2,555,431</u>
<b>Fund Balances, End of Year</b>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,434,109</u>	<u>\$ 19,542</u>	<u>\$ 38,712</u>	<u>\$ 1,492,363</u>



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**INTERNAL SERVICE FUNDS**

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**COUNTY OF LAKE, CALIFORNIA  
INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods and services provided by one department to other departments on a cost reimbursement basis. Internal service funds used at the County are listed below:

- **UNEMPLOYMENT INSURANCE**  
to account for the operations of the County unemployment self insurance program.
- **PUBLIC LIABILITY INSURANCE**  
to account for the operations of the County liability insurance program.
- **WORKERS' COMPENSATION INSURANCE**  
to account for the operation of the County workers' compensation insurance program.
- **SELF FUNDED DENTAL/VISION**  
to account for the operations of the County self funded dental and vision plans.
- **HEAVY EQUIPMENT RENTAL**  
to account for the cost of heavy equipment maintenance and operations usage and to accumulate funds for the future replacement of heavy equipment.
- **FLEET MAINTENANCE**  
to account for the cost of general services fleet operations and maintenance.
- **CENTRAL GARAGE**  
to account for the cost of fleet repairs.

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# COUNTY OF LAKE

## Combining Statement of Net Position Internal Service Funds June 30, 2013

	Risk Management			
	Unemployment Insurance	Public Liability Insurance	Workers' Compensation Insurance	Self Funded Dental/ Vision
<b>Assets</b>				
Current Assets:				
Cash and investments	\$ 424,240	\$ 885,726	\$ 733,156	\$ 133,413
Inventory	--	--	--	--
Total Current Assets	<u>424,240</u>	<u>885,726</u>	<u>733,156</u>	<u>133,413</u>
Noncurrent Assets:				
Capital assets				
Nondepreciable	--	--	--	--
Depreciable, net	--	--	--	--
Total Noncurrent Assets	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Total Assets</b>	<u>424,240</u>	<u>885,726</u>	<u>733,156</u>	<u>133,413</u>
<b>Liabilities</b>				
Current Liabilities:				
Accounts payable	--	110,990	--	--
Salaries and benefits payable	--	--	--	--
Compensated absences payable	--	--	--	--
Total Current Liabilities	<u>--</u>	<u>110,990</u>	<u>--</u>	<u>--</u>
Noncurrent Liabilities:				
Compensated absences payable	--	--	--	--
Net OPEB obligation	--	--	--	--
Estimated claims liability	156,667	540,000	--	--
Total Noncurrent Liabilities	<u>156,667</u>	<u>540,000</u>	<u>--</u>	<u>--</u>
<b>Total Liabilities</b>	<u>156,667</u>	<u>650,990</u>	<u>--</u>	<u>--</u>
<b>Net Position</b>				
Net investment in capital assets	--	--	--	--
Unrestricted	<u>267,573</u>	<u>234,736</u>	<u>733,156</u>	<u>133,413</u>
<b>Total Net Position</b>	<u>\$ 267,573</u>	<u>\$ 234,736</u>	<u>\$ 733,156</u>	<u>\$ 133,413</u>

continued

# COUNTY OF LAKE

## Combining Statement of Net Position (continued) Internal Service Funds June 30, 2013

	Heavy Equipment Rental	Fleet Maintenance	Central Garage	Totals
<b>Assets</b>				
Current Assets:				
Cash and investments	\$ 691,491	\$ 4,267	\$ 846,056	\$ 3,718,349
Inventory	32,400	--	844	33,244
Total Current Assets	<u>723,891</u>	<u>4,267</u>	<u>846,900</u>	<u>3,751,593</u>
Noncurrent Assets:				
Capital assets				
Nondepreciable	--	--	48,233	48,233
Depreciable, net	600,470	--	199,684	800,154
Total Noncurrent Assets	<u>600,470</u>	<u>--</u>	<u>247,917</u>	<u>848,387</u>
<b>Total Assets</b>	<u>1,324,361</u>	<u>4,267</u>	<u>1,094,817</u>	<u>4,599,980</u>
<b>Liabilities</b>				
Current Liabilities:				
Accounts payable	2,955	--	108,892	222,837
Salaries and benefits payable	--	31,396	--	31,396
Compensated absences payable	--	3,417	--	3,417
Total Current Liabilities	<u>2,955</u>	<u>34,813</u>	<u>108,892</u>	<u>257,650</u>
Noncurrent Liabilities:				
Compensated absences payable	--	17,281	--	17,281
Net OPEB obligation	--	22,040	--	22,040
Estimated claims liability	--	--	--	696,667
Total Noncurrent Liabilities	<u>--</u>	<u>39,321</u>	<u>--</u>	<u>735,988</u>
<b>Total Liabilities</b>	<u>2,955</u>	<u>74,134</u>	<u>108,892</u>	<u>993,638</u>
<b>Net Position</b>				
Net investment in capital assets	600,470	--	247,917	848,387
Unrestricted	<u>720,936</u>	<u>(69,867)</u>	<u>738,008</u>	<u>2,757,955</u>
<b>Total Net Position</b>	<u>\$ 1,321,406</u>	<u>\$ (69,867)</u>	<u>\$ 985,925</u>	<u>\$ 3,606,342</u>

# COUNTY OF LAKE

## Combining Statement of Revenues, Expenses and Changes in Fund Net Position Internal Service Funds For the Year Ended June 30, 2013

	Risk Management			
	Unemployment Insurance	Public Liability Insurance	Workers' Compensation Insurance	Self Funded Dental/ Vision
<b>Operating Revenues</b>				
Charges for services	\$ 434,934	\$ 1,230,365	\$ 1,621,775	\$ --
Rents and concessions	--	--	--	--
Other revenue	--	--	--	--
<b>Total Operating Revenues</b>	<u>434,934</u>	<u>1,230,365</u>	<u>1,621,775</u>	<u>--</u>
<b>Operating Expenses</b>				
Salaries and benefits	--	--	--	--
Services and supplies	9,385	188,362	122,761	--
Maintenance	--	--	--	--
Claims/liability adjustments	203,511	952,831	1,694,925	--
Depreciation	--	--	--	--
<b>Total Operating Expenses</b>	<u>212,896</u>	<u>1,141,193</u>	<u>1,817,686</u>	<u>--</u>
Net Operating Income (Loss)	<u>222,038</u>	<u>89,172</u>	<u>(195,911)</u>	<u>--</u>
<b>Non-Operating Revenues and Expenses</b>				
Interest income	2,590	6,537	5,854	976
Gain (loss) on sale of capital assets	--	--	--	--
<b>Total Non-Operating Revenues and Expenses</b>	<u>2,590</u>	<u>6,537</u>	<u>5,854</u>	<u>976</u>
Income (Loss) Before Transfers	224,628	95,709	(190,057)	976
Transfers out	--	--	--	--
<b>Change in Net Position</b>	224,628	95,709	(190,057)	976
<b>Net Position, Beginning of Year</b>	<u>42,945</u>	<u>139,027</u>	<u>923,213</u>	<u>132,437</u>
<b>Net Position, End of Year</b>	<u>\$ 267,573</u>	<u>\$ 234,736</u>	<u>\$ 733,156</u>	<u>\$ 133,413</u>

continued

# COUNTY OF LAKE

## Combining Statement of Revenues, Expenses and Changes in Fund Net Position (continued) Internal Service Funds For the Year Ended June 30, 2013

	Heavy Equipment Rental	Fleet Maintenance	Central Garage	Totals
<b>Operating Revenues</b>				
Charges for services	\$ --	\$ 371,431	\$ 397,706	\$ 4,056,211
Rents and concessions	1,041,091	--	--	1,041,091
Other revenue	10,088	5,583	2,442	18,113
<b>Total Operating Revenues</b>	<u>1,051,179</u>	<u>377,014</u>	<u>400,148</u>	<u>5,115,415</u>
<b>Operating Expenses</b>				
Salaries and benefits	--	308,729	--	308,729
Services and supplies	563,481	57,495	339,682	1,281,166
Maintenance	173,273	--	--	173,273
Claims/liability adjustments	--	--	--	2,851,267
Depreciation	218,960	--	63,585	282,545
<b>Total Operating Expenses</b>	<u>955,714</u>	<u>366,224</u>	<u>403,267</u>	<u>4,896,980</u>
Net Operating Income (Loss)	<u>95,465</u>	<u>10,790</u>	<u>(3,119)</u>	<u>218,435</u>
<b>Non-Operating Revenues and Expenses</b>				
Interest income	--	--	5,776	21,733
Gain (loss) on sale of capital assets	(308)	--	1,850	1,542
<b>Total Non-Operating Revenues and Expenses</b>	<u>(308)</u>	<u>--</u>	<u>7,626</u>	<u>23,275</u>
Income (Loss) Before Transfers	95,157	10,790	4,507	241,710
Transfers out	<u>--</u>	<u>(5,582)</u>	<u>--</u>	<u>(5,582)</u>
<b>Change in Net Position</b>	95,157	5,208	4,507	236,128
<b>Net Position, Beginning of Year</b>	<u>1,226,249</u>	<u>(75,075)</u>	<u>981,418</u>	<u>3,370,214</u>
<b>Net Position, End of Year</b>	<u>\$ 1,321,406</u>	<u>\$ (69,867)</u>	<u>\$ 985,925</u>	<u>\$ 3,606,342</u>



# COUNTY OF LAKE

## Combining Statement of Cash Flows Internal Service Funds For the Year Ended June 30, 2012

	Risk Management			
	Unemployment Insurance	Public Liability Insurance	Workers' Compensation Insurance	Self Funded Dental/ Vision
<b>Cash Flows from Operating Activities:</b>				
Receipts from customers	\$ 434,934	\$ 1,230,365	\$ 1,621,775	\$ --
Payments to suppliers	(242,549)	(960,203)	(1,817,686)	--
Payments to employees	--	--	--	--
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>192,385</u>	<u>270,162</u>	<u>(195,911)</u>	<u>--</u>
<b>Cash Flows from Noncapital Financing Activities</b>				
Transfers out	--	--	--	--
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Purchases of capital assets	--	--	--	--
Proceeds from sale of capital assets	--	--	--	--
<b>Net Cash Provided (Used) by Capital Related Financing Activities</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Cash Flows from Investing Activities:</b>				
Interest and dividends	<u>2,590</u>	<u>6,537</u>	<u>5,854</u>	<u>976</u>
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>2,590</u>	<u>6,537</u>	<u>5,854</u>	<u>976</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	194,975	276,699	(190,057)	976
<b>Balances - Beginning of Year</b>	<u>229,265</u>	<u>609,027</u>	<u>923,213</u>	<u>132,437</u>
<b>Balances - End of Year</b>	<u>\$ 424,240</u>	<u>\$ 885,726</u>	<u>\$ 733,156</u>	<u>\$ 133,413</u>

continued

# COUNTY OF LAKE

## Combining Statement of Cash Flows (continued) Internal Service Funds For the Year Ended June 30, 2012

	Heavy Equipment Rental	Fleet Maintenance	Central Garage	Totals
<b>Cash Flows from Operating Activities:</b>				
Receipts from customers	\$ 1,051,179	\$ 377,014	\$ 400,148	\$ 5,115,415
Payments to suppliers	(741,717)	(57,506)	(232,808)	(4,052,469)
Payments to employees	--	(314,636)	--	(314,636)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>309,462</u>	<u>4,872</u>	<u>167,340</u>	<u>748,310</u>
<b>Cash Flows from Noncapital Financing Activities</b>				
Transfers out	--	(5,582)	--	(5,582)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>--</u>	<u>(5,582)</u>	<u>--</u>	<u>(5,582)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Purchases of capital assets	(246,531)	--	(119,390)	(365,921)
Proceeds from sale of capital assets	400	--	1,850	2,250
<b>Net Cash Provided (Used) by Capital Related Financing Activities</b>	<u>(246,131)</u>	<u>--</u>	<u>(117,540)</u>	<u>(363,671)</u>
<b>Cash Flows from Investing Activities:</b>				
Interest and dividends	--	--	5,776	21,733
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>--</u>	<u>--</u>	<u>5,776</u>	<u>21,733</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	63,331	(710)	55,576	406,372
<b>Balances - Beginning of Year</b>	<u>628,160</u>	<u>4,977</u>	<u>790,480</u>	<u>3,317,559</u>
<b>Balances - End of Year</b>	<u>\$ 691,491</u>	<u>\$ 4,267</u>	<u>\$ 846,056</u>	<u>\$ 3,718,349</u>

continued

# COUNTY OF LAKE

## Combining Statement of Cash Flows (continued) Internal Service Funds For the Year Ended June 30, 2012

	Risk Management			
	Unemployment Insurance	Public Liability Insurance	Workers' Compensation Insurance	Self Funded Dental/ Vision
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ 222,038	\$ 89,172	\$ (195,911)	\$ --
Adjustments to reconcile net income (loss) to net cash provided by operating activities:				
Depreciation	--	--	--	--
Decrease (increase) in:				
Inventories	--	--	--	--
Increase (decrease) in:				
Accounts payable	--	110,990	--	--
Salaries and benefits payable	--	--	--	--
Compensated absences payable	--	--	--	--
OPEB obligation	--	--	--	--
Estimated claims liability	(29,653)	70,000	--	--
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ 192,385</u>	<u>\$ 270,162</u>	<u>\$ (195,911)</u>	<u>\$ --</u>

continued

# COUNTY OF LAKE

## Combining Statement of Cash Flows (continued) Internal Service Funds For the Year Ended June 30, 2012

	Heavy Equipment Rental	Fleet Maintenance	Central Garage	Totals
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ 95,465	\$ 10,790	\$ (3,119)	\$ 218,435
Adjustments to reconcile net income (loss) to net cash provided by operating activities:				
Depreciation	218,960	--	63,585	282,545
Decrease (increase) in:				
Inventories	(2,403)	--	--	(2,403)
Increase (decrease) in:				
Accounts payable	(2,560)	(11)	106,874	215,293
Salaries and benefits payable	--	(433)	--	(433)
Compensated absences payable	--	(2,701)	--	(2,701)
OPEB obligation	--	(2,773)	--	(2,773)
Estimated claims liability	--	--	--	40,347
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ 309,462</u>	<u>\$ 4,872</u>	<u>\$ 167,340</u>	<u>\$ 748,310</u>

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**TRUST AND AGENCY FUNDS**

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## COUNTY OF LAKE

### Combining Statement of Fiduciary Net Position Investment Trust Funds June 30, 2013

	Special Districts Governed by Local Boards	School Districts	Total Investment Trust Funds
<b>Assets</b>			
Cash and investments	\$ 11,836,355	\$ 28,798,852	\$ 40,635,207
Total Assets	<u>11,836,355</u>	<u>28,798,852</u>	<u>40,635,207</u>
<b>Net Position</b>			
Held in trust	<u>\$ 11,836,355</u>	<u>\$ 28,798,852</u>	<u>\$ 40,635,207</u>

# COUNTY OF LAKE

## Combining Statement of Changes in Fiduciary Net Position Investment Trust Funds For the Year Ended June 30, 2013

	Special Districts Governed by Local Boards	School Districts	Total Investment Trust Funds
<b>Additions</b>			
Contributions from participants	\$ 6,882,306	\$ 101,830,675	\$ 108,712,981
Interest and investment income	82,282	231,621	313,903
<b>Total Additions</b>	<u>6,964,588</u>	<u>102,062,296</u>	<u>109,026,884</u>
<b>Deductions</b>			
Distributions to participants	6,155,385	97,848,813	104,004,198
<b>Total Deductions</b>	<u>6,155,385</u>	<u>97,848,813</u>	<u>104,004,198</u>
<b>Change in Net Position</b>	809,203	4,213,483	5,022,686
<b>Net Position, Beginning of Year</b>	<u>11,027,152</u>	<u>24,585,369</u>	<u>35,612,521</u>
<b>Net Position, End of Year</b>	<u>\$ 11,836,355</u>	<u>\$ 28,798,852</u>	<u>\$ 40,635,207</u>



# COUNTY OF LAKE

## Combining Statement of Assets and Liabilities Agency Funds June 30, 2013

	County Departmental Agency	Unapportioned Taxes Agency	Unapportioned Interest Agency	Total Agency Funds
<b>Assets</b>				
Cash and investments	\$ 6,252,606	\$ 2,336,774	\$ 195,701	\$ 8,785,081
Taxes and assessments receivable	--	10,350,515		10,350,515
Advances to other funds	67,961	--	--	67,961
<b>Total Assets</b>	<u>\$ 6,320,567</u>	<u>\$ 12,687,289</u>	<u>\$ 195,701</u>	<u>\$ 19,203,557</u>
<b>Liabilities</b>				
Fiduciary liabilities	\$ 6,320,567	\$ 12,687,289	\$ 195,701	\$ 19,203,557
<b>Total Liabilities</b>	<u>\$ 6,320,567</u>	<u>\$ 12,687,289</u>	<u>\$ 195,701</u>	<u>\$ 19,203,557</u>

# COUNTY OF LAKE

## Combining Statement of Changes in Assets and Liabilities Agency Funds For the Year Ended June 30, 2013

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
<b>County Departmental Agency</b>				
<b>ASSETS</b>				
Cash and investments	\$ 1,872,898	\$ 37,004,376	\$ 32,624,668	\$ 6,252,606
Due from other funds	4,028,642	--	4,028,642	--
Advance to other funds	142,191	--	74,230	67,961
<b>Total Assets</b>	<u>\$ 6,043,731</u>	<u>\$ 37,004,376</u>	<u>\$ 36,727,540</u>	<u>\$ 6,320,567</u>
<b>LIABILITIES</b>				
Agency fund obligations	\$ 6,043,731	\$ 276,836	\$ -	\$ 6,320,567
<b>Total Liabilities</b>	<u>\$ 6,043,731</u>	<u>\$ 276,836</u>	<u>\$ -</u>	<u>\$ 6,320,567</u>
<b>Unapportioned Taxes Agency</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 2,336,774	\$ -	\$ 2,336,774
Taxes receivable	10,836,907	63,343,845	63,830,236	10,350,515
<b>Total Assets</b>	<u>\$ 10,836,907</u>	<u>\$ 63,343,845</u>	<u>\$ 63,830,236</u>	<u>\$ 10,350,515</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 4,028,642	\$ -	\$ 4,028,642	\$ -
Agency fund obligations	6,808,265	5,879,024		12,687,289
<b>Total Liabilities</b>	<u>\$ 10,836,907</u>	<u>\$ 5,879,024</u>	<u>\$ 4,028,642</u>	<u>\$ 12,687,289</u>
<b>Unapportioned Interest Agency</b>				
<b>ASSETS</b>				
Cash and investments	\$ 262,240	\$ 195,701	\$ 262,240	\$ 195,701
<b>Total Assets</b>	<u>\$ 262,240</u>	<u>\$ 195,701</u>	<u>\$ 262,240</u>	<u>\$ 195,701</u>
<b>LIABILITIES</b>				
Agency fund obligations	\$ 262,240	\$ 195,701	\$ 262,240	\$ 195,701
<b>Total Liabilities</b>	<u>\$ 262,240</u>	<u>\$ 195,701</u>	<u>\$ 262,240</u>	<u>\$ 195,701</u>
<b>Total Agency Funds</b>				
<b>ASSETS</b>				
Cash and investments	\$ 2,135,138	\$ 39,536,851	\$ 32,886,908	\$ 8,785,081
Taxes receivable	10,836,907	63,343,845	63,830,236	10,350,515
Due from other funds	4,028,642	--	4,028,642	--
Advance to other funds	142,191	--	74,230	67,961
<b>Total Assets</b>	<u>\$ 17,142,878</u>	<u>\$ 102,880,696</u>	<u>\$ 100,820,016</u>	<u>\$ 19,203,557</u>
<b>LIABILITIES</b>				
Due to other funds	\$ 4,028,642	\$ -	\$ 4,028,642	\$ -
Agency fund obligations	13,114,236	6,351,561	262,240	19,203,557
<b>Total Liabilities</b>	<u>\$ 17,142,878</u>	<u>\$ 6,351,561</u>	<u>\$ 4,290,882</u>	<u>\$ 19,203,557</u>



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## **COUNTY OF LAKE, CALIFORNIA STATISTICAL SECTION**

This part of the County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

- **Financial Trends**

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

- **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.

- **Debt Capacity**

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

- **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

- **Operating Information**

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.

# COUNTY OF LAKE

## Government-wide Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year			
	2003-2004	2004-2005	2005-2006	2006-2007
Governmental activities				
Net investment in capital assets <sup>1</sup>	\$ 121,006,644	\$ 115,211,416	\$ 114,680,969	\$ 115,150,670
Restricted	4,020,190	4,530,087	36,771,706	43,103,393
Unrestricted	43,473,431	52,835,550	25,069,031	22,244,523
Total governmental activities net position	<u>\$ 168,500,265</u>	<u>\$ 172,577,053</u>	<u>\$ 176,521,706</u>	<u>\$ 180,498,586</u>
Business-type activities				
Net investment in capital assets	\$ 6,371,923	\$ 6,121,764	\$ 6,144,573	\$ 5,835,973
Restricted	2,725,000	2,650,845	3,561,534	3,761,534
Unrestricted	2,528,243	1,809,323	803,656	311,985
Total business-type activities net position	<u>\$ 11,625,166</u>	<u>\$ 10,581,932</u>	<u>\$ 10,509,763</u>	<u>\$ 9,909,492</u>
Primary government				
Net investment in capital assets	\$ 127,378,567	\$ 121,333,180	\$ 120,825,542	\$ 120,986,643
Restricted	6,745,190	7,180,932	40,333,240	46,864,927
Unrestricted	46,001,674	54,644,873	25,872,687	22,556,508
Total primary government net position <sup>2</sup>	<u>\$ 180,125,431</u>	<u>\$ 183,158,985</u>	<u>\$ 187,031,469</u>	<u>\$ 190,408,078</u>
Percent of increase (decrease) in primary government net assets	-9.21%	1.68%	2.11%	1.81%

### Notes:

<sup>1</sup> Capital assets include land, easements, infrastructure, construction in progress, structures and improvements, and equipment

<sup>2</sup> Accounting standards require that net position be reported in three components in the government-wide financial statements: net investment in capital assets; restricted; and unrestricted. Net position is considered restricted only when an external party, such as the state or federal government, places a restriction on how the resources may be used, or through enabling legislation enacted by the County.

Fiscal Year					
2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
\$ 120,244,745	\$ 123,233,208	\$ 127,764,406	\$ 129,759,766	\$ 127,708,334	\$ 132,157,699
44,988,334	37,737,244	34,348,436	41,329,661	43,606,529	46,229,210
26,111,442	30,706,166	28,232,351	29,428,896	30,017,634	34,954,306
<u>\$ 191,344,521</u>	<u>\$ 191,676,618</u>	<u>\$ 190,345,193</u>	<u>\$ 200,518,323</u>	<u>\$ 201,332,497</u>	<u>\$ 213,341,215</u>
\$ 5,507,681	\$ 5,224,410	\$ 5,290,950	\$ 4,955,759	\$ 4,820,394	\$ 4,515,458
3,761,534	4,377,906	4,648,601	4,601,544	-	--
(346,376)	(1,586,849)	(2,800,818)	(3,246,244)	1,361,889	1,910,311
<u>\$ 8,922,839</u>	<u>\$ 8,015,467</u>	<u>\$ 7,138,733</u>	<u>\$ 6,311,059</u>	<u>\$ 6,182,283</u>	<u>\$ 6,425,769</u>
\$ 125,752,426	\$ 128,457,618	\$ 133,055,356	\$ 134,715,525	\$ 132,528,728	\$ 136,673,157
48,749,868	42,115,150	38,997,037	45,931,205	43,606,529	46,229,210
25,765,066	29,119,317	25,431,533	26,182,652	31,379,523	36,864,617
<u>\$ 200,267,360</u>	<u>\$ 199,692,085</u>	<u>\$ 197,483,926</u>	<u>\$ 206,829,382</u>	<u>\$ 207,514,780</u>	<u>\$ 219,766,984</u>
5.18%	-0.29%	-1.11%	4.73%	0.33%	5.90%

# COUNTY OF LAKE

## Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year			
	2003-2004	2004-2005	2005-2006	2006-2007
Expenses				
Governmental activities				
General government	\$ 10,259,482	\$ 11,058,924	\$ 10,879,994	\$ 11,973,174
Public protection	28,749,795	31,251,022	32,802,892	36,627,134
Public ways and facilities	14,649,033	17,709,260	17,846,107	20,045,967
Health and sanitation	27,488,197	25,544,562	33,184,094	35,564,972
Public assistance	58,394,364	59,495,214	26,760,470	25,252,478
Education	904,740	1,031,435	1,174,779	1,424,273
Recreational and cultural services	656,864	880,363	1,057,238	903,185
Debt service:				
Interest and fiscal charges	1,052,265	874,512	799,792	933,711
Total governmental activities expense	142,154,740	147,845,292	124,505,366	132,724,894
Business-type activities				
Solid waste management	2,385,836	3,654,494	2,600,576	3,064,560
Total business-type activities expenses	2,385,836	3,654,494	2,600,576	3,064,560
Total primary government expenses	<u>\$ 144,540,576</u>	<u>\$ 151,499,786</u>	<u>\$ 127,105,942</u>	<u>\$ 135,789,454</u>
Program Revenues				
Governmental activities				
Charges for services				
General government	\$ 3,858,954	\$ 5,288,833	\$ 3,511,720	\$ 3,481,398
Public protection	5,505,672	4,684,803	6,631,786	5,902,131
Public ways and facilities	5,256,840	7,113,871	6,161,617	7,163,899
Health and sanitation	6,614,344	8,168,102	7,313,527	7,339,464
Public assistance	342,765	396,139	111,738	298,525
Education	22,342	24,274	--	25,320
Recreational and cultural	15,969	86,622	29,924	100,084
Operating grants and contributions	68,121,607	85,789,149	56,790,887	70,189,286
Capital grants and contributions	3,217,919	4,502,313	4,193,475	3,831,901
Total governmental activities program revenues	92,956,412	116,054,106	84,744,674	98,332,008
Business-type activities				
Charges for services				
Solid waste management	2,419,753	2,360,679	2,402,339	2,301,626
Operating grants and contributions	24,136	109,696	95,437	132,879
Capital grants and contributions	20,640	--	--	--
Total business-type activities program revenues	2,464,529	2,470,375	2,497,776	2,434,505
Total primary government program revenues	<u>\$ 95,420,941</u>	<u>\$ 118,524,481</u>	<u>\$ 87,242,450</u>	<u>\$ 100,766,513</u>
Net (Expense)Revenue <sup>1</sup>				
Governmental activities	(49,198,328)	(31,791,186)	(39,760,692)	(34,392,886)
Business-type activities	78,693	(1,184,119)	(102,800)	(630,055)
Total Primary Government Net Expense	<u>\$ (49,119,635)</u>	<u>\$ (32,975,305)</u>	<u>\$ (39,863,492)</u>	<u>\$ (35,022,941)</u>

<sup>1</sup>Net expense is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program.

Source: Basic financial statements and Comprehensive Annual Financial Reports - County of Lake, California



Fiscal Year					
2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
\$ 13,715,474	\$ 15,191,663	\$ 14,123,720	\$ 11,993,533	\$ 13,378,397	\$ 11,277,248
37,743,276	37,770,494	36,406,853	35,912,625	34,497,620	35,548,919
20,170,809	15,298,651	15,710,332	15,922,559	15,962,568	12,783,460
22,698,200	29,294,683	24,636,130	22,820,937	24,367,096	24,043,204
34,286,211	38,139,448	37,990,878	39,943,808	39,828,753	40,115,108
1,364,334	1,328,710	1,259,325	1,255,839	1,220,056	1,342,771
1,200,640	1,425,587	1,419,818	1,473,657	1,576,138	1,678,444
862,712	836,875	691,874	632,157	1,178,234	557,357
132,041,656	139,286,111	132,238,930	129,955,115	132,008,862	127,346,511
2,800,899	2,713,001	2,536,356	2,469,243	2,211,157	2,364,280
2,800,899	2,713,001	2,536,356	2,469,243	2,211,157	2,364,280
\$ 134,842,555	\$ 141,999,112	\$ 134,775,286	\$ 132,424,358	\$ 134,220,019	\$ 129,710,791
\$ 3,829,049	\$ 4,247,868	\$ 4,112,277	\$ 3,024,021	\$ 4,626,453	\$ 4,840,325
5,393,016	4,552,776	4,056,989	4,173,442	5,536,892	5,467,359
7,948,728	8,083,963	7,775,941	9,788,016	6,991,945	7,357,706
8,047,289	7,461,033	9,332,628	6,885,409	8,065,592	8,734,527
75,856	116,815	329,422	2,755,571	2,633,758	2,721,283
26,813	24,953	23,773	22,965	61,346	65,823
52,598	10,179	34,300	34,782	31,989	20,955
68,767,430	69,921,581	61,741,466	77,928,429	68,923,497	76,189,444
6,150,223	4,017,714	4,216,888	33,146	--	--
100,291,002	98,436,882	91,623,684	104,645,781	96,871,472	105,397,422
1,876,406	1,604,137	1,560,729	1,422,835	1,950,735	2,490,604
--	78,599	29,296	117,700	--	36,787
--	50,915	--	--	43,557	--
1,876,406	1,733,651	1,590,025	1,540,535	1,994,292	2,527,391
\$ 102,167,408	\$ 100,170,533	\$ 93,213,709	\$ 106,186,316	\$ 98,865,764	\$ 107,924,813
(31,750,654)	(40,849,229)	(40,615,246)	(25,309,334)	(35,137,330)	(21,949,089)
(924,493)	(979,350)	(946,331)	(928,708)	(216,865)	163,111
\$ (32,675,147)	\$ (41,828,579)	\$ (41,561,577)	\$ (26,238,042)	\$ (35,354,195)	\$ (21,785,978)

# COUNTY OF LAKE

## Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

	Fiscal Year			
	2003-2004	2004-2005	2005-2006	2006-2007
General Fund				
Reserved	\$ 862,738	\$ 1,228,694	\$ 2,054,085	\$ 5,231,364
Unreserved	17,205,993	16,837,610	21,907,491	18,578,831
Total general fund	<u>\$ 18,068,731</u>	<u>\$ 18,066,304</u>	<u>\$ 23,961,576</u>	<u>\$ 23,810,195</u>
All Other Governmental Funds				
Reserved	7,844,232	9,667,936	7,246,570	8,301,384
Unreserved, reported in				
Special revenue funds	19,557,437	23,458,286	24,785,727	26,648,214
Capital projects funds	2,197,028	2,885,597	4,492,838	7,730,794
Debt service funds	--	--	--	423,001
Total all other governmental funds	<u>\$ 29,598,697</u>	<u>\$ 36,011,819</u>	<u>\$ 36,525,135</u>	<u>\$ 43,103,393</u>

General Fund  
    Nonspendable  
    Restricted  
    Assigned  
    Unassigned  
Total general fund

All Other Governmental Funds  
    Nonspendable  
    Restricted  
    Committed  
    Assigned  
    Unassigned  
Total all other governmental funds

<sup>1</sup> GASB Statement No. 54, which became effective in fiscal year 2010-11, requires that fund balance be categorized on a prospective basis as either: nonspendable, restricted, committed, assigned, or unassigned.

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Lake, California

Fiscal Year					
2007-2008	2008-2009	2009-2010	2010-2011 <sup>1</sup>	2011-2012	2012-2013
\$ 6,326,743	\$ 8,258,876	\$ 7,250,910			
20,053,680	20,424,700	23,155,570			
<u>\$ 26,380,423</u>	<u>\$ 28,683,576</u>	<u>\$ 30,406,480</u>			
5,275,812	15,204,419	12,160,247			
32,778,028	22,695,550	17,425,919			
6,366,317	(878,517)	3,665,185			
568,177	715,792	--			
<u>\$ 44,988,334</u>	<u>\$ 37,737,244</u>	<u>\$ 33,251,351</u>			
			\$ 6,916,240	\$ 7,088,602	\$ 6,706,342
			--	--	2,015,629
			25,647,051	17,126,695	11,109,483
			--	8,591,788	11,104,600
			<u>\$ 32,563,291</u>	<u>\$ 32,807,085</u>	<u>\$ 30,936,054</u>
			\$ 150,791	\$ 630,337	\$ 122,305
			41,772,626	43,606,529	52,011,370
			28,296	--	--
			4,248,478	2,503,527	1,434,109
			(4,870,530)	(124,491)	-
			<u>\$ 41,329,661</u>	<u>\$ 46,615,902</u>	<u>\$ 53,567,784</u>

# COUNTY OF LAKE

## Changes in Fund Balance, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

	Fiscal Year			
	2003-2004	2004-2005	2005-2006	2006-2007
Revenues				
Taxes	\$ 19,887,376	\$ 24,896,037	\$ 29,446,465	\$ 31,280,675
Licenses, fees and permits	2,944,762	3,018,083	2,882,631	2,486,157
Fines, forfeits and penalties	802,994	745,899	852,214	1,060,425
Use of money and property	503,460	1,218,287	2,977,726	3,956,785
Aid from other governments	90,614,056	93,242,683	66,189,628	75,676,696
Charges for services	18,420,073	20,491,103	22,148,468	20,867,976
Miscellaneous	4,819,243	5,310,854	5,494,183	3,258,280
Total revenues	<u>137,991,964</u>	<u>148,922,946</u>	<u>129,991,315</u>	<u>138,586,994</u>
Expenditures				
Current				
General government	9,774,442	9,903,201	10,443,096	11,388,679
Public protection	27,904,079	29,843,934	32,105,835	35,599,219
Public ways and facilities	10,649,444	12,303,268	10,784,201	12,580,650
Health and sanitation	22,929,906	25,347,352	32,513,253	35,366,892
Public assistance	58,208,143	59,336,519	27,139,180	25,184,446
Education	865,858	939,755	1,137,681	1,392,419
Recreational and cultural studies	552,767	617,824	795,542	866,627
Capital outlay	3,560,761	1,846,405	7,779,539	7,484,256
Debt service:				
Principal	1,909,152	1,911,074	1,936,206	1,551,366
Interest	990,765	899,163	862,970	943,659
Total expenditures	<u>137,345,317</u>	<u>142,948,495</u>	<u>125,497,503</u>	<u>132,358,213</u>
Excess of revenue over (under) expenditures	646,647	5,974,451	4,493,812	6,228,781
Other Financing Sources (Uses)				
Sale of capital assets	--	--	--	--
Issuance of debt	--	--	1,726,550	336,707
Transfers in	1,037,148	5,007,280	8,878,335	13,596,316
Transfers out	(1,022,302)	(4,909,412)	(8,878,335)	(13,622,316)
Total other financing sources (uses)	<u>14,846</u>	<u>97,868</u>	<u>1,726,550</u>	<u>310,707</u>
Extraordinary item	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	<u>\$ 661,493</u>	<u>\$ 6,072,319</u>	<u>\$ 6,220,362</u>	<u>\$ 6,539,488</u>
Debt service as a percentage of noncapital expenditures	2.17%	1.99%	2.38%	2.00%

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Lake, California

Fiscal Year					
2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
\$ 32,121,454	\$ 33,579,002	\$ 31,908,945	\$ 32,015,353	\$ 29,700,077	\$ 28,721,507
2,475,955	2,439,661	2,339,530	2,158,435	1,526,890	1,586,157
1,874,388	1,919,549	1,603,104	1,521,854	1,403,169	1,350,796
3,309,161	1,964,120	1,536,185	853,184	889,588	821,702
76,862,863	72,864,304	71,060,080	78,611,207	70,908,303	73,588,236
22,107,287	20,728,894	22,080,881	23,772,486	23,775,821	24,526,056
2,631,729	2,431,929	2,200,331	1,845,524	1,479,837	1,667,602
<u>141,382,837</u>	<u>135,927,459</u>	<u>132,729,056</u>	<u>140,778,043</u>	<u>129,683,685</u>	<u>132,262,056</u>
13,300,494	13,759,431	12,682,018	11,119,073	12,797,285	10,449,689
37,369,778	35,961,703	35,067,956	34,420,143	33,628,059	34,807,737
13,301,673	13,566,794	14,010,963	13,634,029	14,348,741	12,738,425
21,913,523	24,489,667	19,629,888	18,868,614	20,075,903	19,869,322
34,304,905	37,865,392	37,562,101	39,569,238	39,726,870	40,029,613
1,335,386	1,283,321	1,201,881	1,201,233	1,183,787	1,311,071
1,048,130	1,230,385	1,245,487	1,261,247	1,397,606	1,497,568
13,332,021	8,687,735	12,020,157	9,330,350	8,288,210	8,777,884
1,864,601	3,201,617	1,789,286	1,844,738	1,518,663	1,514,425
874,538	855,514	708,752	664,653	1,026,808	579,292
<u>138,645,049</u>	<u>140,901,559</u>	<u>135,918,489</u>	<u>131,913,318</u>	<u>133,991,932</u>	<u>131,575,026</u>
2,737,788	(4,974,100)	(3,189,433)	8,864,725	(4,308,247)	687,030
--	--	--	275,688	1,455	2,254
1,733,604	16,910	435,249	864,504	4,500,000	4,500,000
10,623,221	5,835,007	12,540,849	3,733,489	6,547,693	2,887,464
(10,646,591)	(5,834,507)	(12,540,849)	(3,733,489)	(6,547,693)	(2,867,682)
<u>1,710,234</u>	<u>17,410</u>	<u>435,249</u>	<u>1,140,192</u>	<u>4,501,455</u>	<u>4,522,036</u>
--	--	--	--	5,330,342	--
<u>\$ 4,448,022</u>	<u>\$ (4,956,690)</u>	<u>\$ (2,754,184)</u>	<u>\$ 10,004,917</u>	<u>\$ 5,523,550</u>	<u>\$ 5,209,066</u>
2.19%	3.07%	2.02%	2.05%	2.02%	1.71%

**COUNTY OF LAKE  
ASSESSED VALUE OF TAXABLE PROPERTY AND ACTUAL VALUE OF PROPERTY  
LAST TEN YEARS**

<b>Fiscal Year</b>	<b>Secured</b>	<b>Unsecured</b>	<b>Unitary</b>	<b>Exempt</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>
2003-2004	4,217,584,841	124,070,731	79,391,604	(189,940,686)	4,231,106,490	1.00000
2004-2005	4,620,738,600	126,051,471	79,182,762	(183,727,454)	4,642,245,379	1.00000
2005-2006	5,106,020,899	143,606,842	87,713,207	(219,064,826)	5,118,276,122	1.00000
2006-2007	5,966,291,269	153,252,765	85,653,680	(237,072,260)	5,968,125,454	1.00000
2007-2008	6,664,955,553	164,470,378	94,113,572	(245,526,816)	6,678,012,687	1.00000
2008-2009	6,924,655,626	195,061,720	121,130,023	(280,850,654)	6,959,996,715	1.00000
2009-2010	6,641,695,302	188,631,595	121,130,023	(289,390,449)	6,662,066,471	1.00000
2010-2011	6,272,928,356	156,777,045	124,016,981	(302,459,343)	6,251,263,039	1.00000
2011-2012	6,485,607,299	154,746,722	133,434,108	(304,283,452)	6,469,504,677	1.00000
2012-2013	6,464,567,588	150,878,760	136,510,915	(297,286,619)	6,454,670,644	1.00000

Souce: Auditor-Controller, Property Tax Division

**COUNTY OF LAKE  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Property Tax Rate Per \$100 of Assessed Value</b>		<b>Distribution of General Levy Property Taxes</b>				
	<b>Low</b>	<b>High</b>	<b>County</b>	<b>Cities</b>	<b>School District</b>	<b>Special District</b>	<b>Total Rate</b>
2003-2004	1.00000	1.11241	25.42	2.42	58.76	13.40	100.00
2004-2005	1.00000	1.08404	25.51	2.44	58.62	13.43	100.00
2005-2006	1.00000	1.09816	25.88	2.35	58.41	13.36	100.00
2006-2007	1.00000	1.07360	26.00	2.36	58.13	13.51	100.00
2007-2008	1.00000	1.04997	26.08	2.38	57.95	13.58	100.00
2008-2009	1.00000	1.10080	26.10	2.41	57.91	13.59	100.00
2009-2010	1.00000	1.10080	26.10	2.41	57.95	13.55	100.00
2010-2011	1.00000	1.10253	26.09	2.37	58.00	13.53	100.00
2011-2012	1.00000	1.11674	26.09	2.35	58.07	13.49	100.00
2012-2013	1.00000	1.09600	26.08	2.31	58.19	13.42	100.00

(1) Rates shown represent a weighted average of the various school district tax rate areas within the County of Lake

Source: Auditor-Controller, Property Tax Division

**COUNTY OF LAKE  
PRINCIPAL PROPERTY TAXPAYERS  
JUNE 30, 2013 AND JUNE 30, 2004**

**June 30, 2013:**

	Type of Business	Net Assessed Secured Property Value	Percentage of Total Net Assessed Value	Total Secured Tax Levy Fiscal Year 2012-13	Percentage of Total Secured Tax Levy Fiscal
Geysers Power Company LLC	Utility	412,624,303	6.30%	4,460,774	5.73%
Pacific Gas & Electric Co.	Utility	108,927,106	1.66%	1,184,164	1.52%
Bottle Rock Power Company	Utility	42,302,757	0.65%	457,193	0.59%
Brassfield Estate Vineyard	Agriculture	20,663,783	0.32%	227,560	0.29%
Worldmark	Resort	17,775,240	0.27%	195,991	0.25%
Smith M M Trustee	Resort	16,844,017	0.26%	175,249	0.23%
Pacific Bell Telephone Co.	Utility	14,248,011	0.22%	154,712	0.20%
Yolo County Flood Control	Utility	11,547,444	0.18%	126,962	0.16%
Wal-Mart	Retail	11,461,181	0.18%	126,611	0.16%
Ojai Ranch & Investment Co.	Agriculture	10,461,962	0.16%	115,316	0.15%
Ten Largest Taxpayers		666,855,804	10.18%	7,224,533	9.28%
All Other Taxpayers		5,881,226,382	89.82%	70,594,940	90.72%
Total		6,548,082,186	100.00%	77,819,473	100.00%

**June 30, 2004:**

Taxpayers	Type of Business	Net Assessed Secured Property Value	Percentage of Total Net Assessed Value	Total Secured Tax Levy Fiscal Year 2003-04	Percentage of Total Secured Tax Levy Fiscal Year 2002-03
Geysers Power Company	Utility	247,955,265	6.02%	2,481,451	5.07%
Pacific Gas & Electric Co.	Utility	50,818,850	1.23%	529,708	1.08%
SBC California	Utility	17,459,654	0.42%	182,003	0.37%
Worldmark	Resort	15,737,319	0.38%	172,533	0.35%
Smith MM Trustee	Resort	10,451,970	0.25%	109,698	0.22%
Wal-Mart Stores Inc.	Retail	8,028,806	0.20%	82,137	0.17%
Inland I Delaware Business Trust	Retail	7,348,846	0.18%	81,757	0.17%
Yolo County Flood Control	Utility	7,175,835	0.17%	71,784	0.15%
Guenoc Winery Inc.	Winery	6,167,854	0.15%	61,941	0.13%
Arton Inc.	Housing	4,722,920	0.11%	61,613	0.13%
Ten Largest Taxpayers		375,867,319	9.13%	3,834,624	7.83%
All Other Taxpayers		3,739,651,825	90.87%	45,149,692	92.17%
Total		3,799,158,774	100.00%	48,984,316	100.00%

Source: Auditor-Controller



**COUNTY OF LAKE  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Taxes Levied</b>	<b>Collections within Fiscal Year of Levy</b>		<b>Collections in subsequent years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>% of Levy</b>		<b>Amount</b>	<b>% of Levy</b>
2003-2004	48,341,958	46,003,377	95.16%	2,333,755	48,337,131	99.99%
2004-2005	53,105,562	50,010,575	94.17%	2,094,835	52,105,410	98.12%
2005-2006	58,302,432	55,594,323	95.36%	2,240,959	57,835,282	99.20%
2006-2007	67,037,971	62,806,616	93.69%	2,924,540	65,731,156	98.05%
2007-2008	75,597,720	69,466,406	91.89%	4,070,121	73,536,526	97.27%
2008-2009	78,438,800	72,875,870	92.91%	3,944,478	76,820,348	97.94%
2009-2010	78,643,345	73,289,493	93.19%	3,521,896	76,811,388	97.67%
2010-2011	77,156,892	72,753,236	94.29%	1,797,200	74,550,436	96.62%
2011-2012	77,881,542	73,379,476	94.22%	722,614	74,102,090	95.15%
2012-2013	78,069,672	73,455,051	94.09%	373,419	73,828,470	94.57%

*Source:* Auditor-Controller and Information Technology

**COUNTY OF LAKE  
GENERAL GOVERNMENTAL TAX REVENUE BY SOURCE  
LAST TEN FISCAL YEARS**

<b>Sales Tax</b>							<b>Annual Report Tax &amp; Assmt</b>
<b>Fiscal Year</b>	<b>Local</b>	<b>In-Lieu</b>	<b>Public Safety</b>	<b>Motor Vehicle In- Lieu Taxes</b>	<b>Property Tax</b>	<b>Total</b>	
2003-2004	2,375,698	0	2,410,023	0	13,430,042	18,215,763	15,805,740
2004-2005	2,121,902	566,886	2,612,435	4,168,993	13,656,831	23,127,047	20,514,612
2005-2006	1,912,964	665,668	2,536,107	5,478,805	16,644,657	27,238,201	24,702,094
2006-2007	2,254,325	638,927	2,983,376	5,853,064	17,677,555	29,407,247	26,423,871
2007-2008	2,121,469	873,494	2,823,313	6,529,221	17,818,856	30,166,353	27,343,040
2008-2009	2,151,152	622,269	2,555,488	6,763,765	18,774,227	30,866,901	28,311,413
2009-2010	1,610,599	727,854	2,461,997	6,766,796	18,260,290	29,827,536	27,365,539
2010-2011	1,790,652	394,926	2,482,403	6,667,341	18,081,302	29,416,624	26,934,221
2011-2012	1,835,086	645,430	2,574,800	6,578,037	15,633,257	27,266,610	24,691,810
2012-2013	2,056,878	701,342	2,803,027	6,551,325	16,036,647	28,149,219	25,346,192

Source: Auditor-Controller

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**COUNTY OF LAKE  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<b>Fiscal Years</b>	<b>Governmental Activities</b>				
	<b>General Obligation Bonds</b>	<b>Special Assessment Bonds</b>	<b>Loans Payable</b>	<b>Revenue Bonds</b>	<b>Certificates of Participation</b>
2002/2003	\$ 1,398,000	\$ 4,830,000	\$ 20,631,592		\$ -
2003/2004	1,286,000	4,073,000	19,662,597		-
2004/2005	1,177,000	3,269,000	18,664,523		-
2005/2006	1,066,000	2,508,000	17,637,743		2,501,588
2006/2007	953,000	2,160,000	16,580,883		2,806,495
2007/2008	824,000	1,781,000	16,992,568		2,773,196
2008/2009	691,000	1,370,000	14,373,404		2,738,496
2009/2010	550,000	927,000	13,656,377		2,702,396
2010/2011	405,000	451,000	13,334,843		2,664,296
2011/2012	253,000	404,000	12,056,511	4,500,000	2,625,396
2012/2013	144,000	356,000	10,740,086	4,500,000	2,584,396

Governmental Activities					
Capital Lease Payable	Total	Total Primary Government	Percentage of Personal Income	Per Capita	
\$ 71,157	\$ 26,930,749	\$ 26,930,749	1.92%	439	
-	25,021,597	25,021,597	1.47%	396	
-	23,110,523	23,110,523	1.32%	365	
7,380	23,720,711	23,720,711	1.26%	370	
5,675	22,506,053	22,506,053	0.12%	350	
3,755	22,374,519	22,374,519	0.11%	349	
16,910	19,189,810	19,189,810	0.92%	300	
-	17,835,773	17,835,773	0.85%	278	
-	16,855,139	16,855,139	0.79%	260	
-	19,838,907	19,838,907	n/a	314	
-	18,324,482	18,324,482	n/a	284	

**COUNTY OF LAKE  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<b>Fiscal Years</b>	<b>General Bonded Debt Outstanding</b>			<b>Percentage of Personal Income</b>	<b>Percentage of Total Taxable Assessed Value</b>	<b>Per Capita</b>
	<b>General Obligation Bonds</b>	<b>Special Assessment Bonds</b>	<b>Total</b>			
2003/2004	1,286,000	4,073,000	5,359,000	0.32%	0.13%	85
2004/2005	1,177,000	3,269,000	4,446,000	0.25%	0.10%	70
2005/2006	1,066,000	2,508,000	3,574,000	0.19%	0.07%	56
2006/2007	953,000	2,160,000	3,113,000	0.16%	0.05%	48
2007/2008	824,000	1,781,000	2,605,000	0.12%	0.04%	41
2008/2009	691,000	1,370,000	2,061,000	0.10%	0.03%	32
2009/2010	550,000	927,000	1,477,000	0.07%	0.02%	23
2010/2011	405,000	451,000	856,000	0.04%	0.01%	13
2011/2012	253,000	404,000	657,000	n/a	0.01%	10
2012/2013	144,000	356,000	500,000	n/a	0.01%	8

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**COUNTY OF LAKE**  
**Legal Debt Margin Information for Last Ten Fiscal Years Ending June 30, 2012**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<b>Total assessed value of all real and personal property</b>	<u>\$ 4,421,047,176</u>	<u>\$ 4,825,972,833</u>	<u>\$ 5,337,340,948</u>	<u>\$ 6,205,197,714</u>
<b>Debt limit percentage</b>	<u>1.25%</u>	<u>1.25%</u>	<u>1.25%</u>	<u>1.25%</u>
<b>Debt Limit</b>	\$ 55,263,090	\$ 60,324,660	\$ 66,716,762	\$ 77,564,971
<b>Total net debt applicable to limit</b>	<u>5,359,000</u>	<u>4,446,000</u>	<u>3,574,000</u>	<u>3,113,000</u>
<b>Legal debt margin</b>	<u>\$ 49,904,090</u>	<u>\$ 55,878,660</u>	<u>\$ 63,142,762</u>	<u>\$ 74,451,971</u>
<b>Total net debt applicable to the limit as a percentage of debt limit</b>	9.70%	7.37%	5.36%	4.01%



<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<u>\$ 6,923,539,503</u>	<u>\$ 7,240,847,369</u>	<u>\$ 6,951,456,920</u>	<u>\$ 6,553,722,382</u>	<u>\$ 6,773,788,129</u>	<u>\$ 6,751,957,263</u>
<u>1.25%</u>	<u>1.25%</u>	<u>1.25%</u>	<u>1.25%</u>	<u>1.25%</u>	<u>1.25%</u>
\$ 86,544,244	\$ 90,510,592	\$ 86,893,212	\$ 81,921,530	\$ 84,672,352	\$ 84,399,466
<u>2,605,000</u>	<u>2,061,000</u>	<u>1,477,000</u>	<u>856,000</u>	<u>657,000</u>	<u>500,000</u>
<u>\$ 83,939,244</u>	<u>\$ 88,449,592</u>	<u>\$ 85,416,212</u>	<u>\$ 81,065,530</u>	<u>\$ 84,015,352</u>	<u>\$ 83,899,466</u>
3.01%	2.28%	1.70%	1.04%	0.78%	0.59%

**COUNTY OF LAKE  
DEMOGRAPHIC AND ECONOMIC INDICATORS  
LAST TEN FISCAL YEARS**

(1) Year	(2) Population	(3) Personal Income	(3) Per Capita Personal Income	(4) School Enrollment	(5) Unemployment Rate
2004	63,200	1,698,896,000	26,778	10,446	9.3%
2005	63,250	1,753,722,000	27,309	9,637	6.7%
2006	64,105	1,878,282,000	28,993	10,244	6.6%
2007	64,276	1,939,920,000	30,077	9,192	7.20%
2008	64,059	2,089,364,000	32,099	9,804	10.20%
2009	64,025	2,080,699,000	31,874	9,663	15.60%
2010	64,053	2,107,287,000	32,543	8,857	18.10%
2011	64,784	2,146,801,000	33,375	8,734	17.70%
2012	63,266	N/A	N/A	9,223	15.83%
2013	64,531	N/A	N/A	9,145	13.41%

Detail of estimated population, as of January 1, 2012

Incorporated Cities:

Clearlake	15,192
Lakeport	4,713
Total Incorporated	19,905
Unincorporated	44,626
Total Population	64,531

Notes:

(1) Calendar year

Sources:

- (2) California Department of Finance, Demographic Research Unit as of January 1
- (3) U.S. Department of Commerce, Bureau of Economic Analysis
- (4) California Department of Education
- (5) Employment Development Department, Labor Market Information Division

**COUNTY OF LAKE  
PRINCIPAL EMPLOYERS**

	Fiscal Year 2012/2013			Fiscal Year 2006/2007 <sup>1</sup>		
	Permanent Employees	Rank	Percentage of Total County Employment	Permanent Employees	Rank	Percentage of Total County Employment
<b>Top 10</b>						
County of Lake	829	1	13.87%	850	2	12.47%
Sutter Lakeside Hospital	380	2	6.36%	472	3	6.92%
Konocti Unified School District	375	3	6.28%	1,450	1	21.26%
St. Helena Hospital Clearlake	371	4	6.21%	320	4	4.69%
Calpine Corp.	351	5	5.87%	200	10	2.93%
Robinson Rancheria Resort & Casino	315	6	5.44%	300	5	4.40%
Wal-Mart	251	7	4.20%	262	6	3.84%
Twin Pine Casino	247	8	4.13%	236	8	3.46%
Shannon Ranches Inc.	235	9	3.93%	-	-	0.00%
Harbin Hot Springs	211	10	3.53%	-	-	0.00%
Konocti Vista Casino Resort	-		0.00%	220	9	3.23%
Konocti Harbor Resort & Spa	-		0.00%	250	7	3.67%
<b>Total-Top 10</b>	<b>3,565</b>		<b>59.83%</b>	<b>4,560</b>		<b>66.87%</b>

<sup>1</sup>Data for ten years ago is not available

Source: Lake County Marketing Department as of 9/28/12

**COUNTY OF LAKE  
COUNTY EMPLOYEES BY FUNCTION/PROGRAM**

	<b><u>2003-2004</u></b>	<b><u>2004-2005</u></b>	<b><u>2005-2006</u></b>	<b><u>2006-2007</u></b>	<b><u>2007-2008</u></b>
Air Quality	5.000	5.000	5.000	5.000	5.000
Economic Development	2.400	2.600	4.600	4.800	5.800
Flood Control	4.000	4.000	5.000	6.000	5.000
General Government	103.700	104.300	112.300	113.700	118.050
Health Services	135.100	139.100	141.600	162.600	152.750
Public Assistance	179.000	183.500	185.000	190.000	204.000
Public Protection	357.750	351.750	368.050	379.050	371.250
Public Ways	34.000	34.000	34.000	34.000	34.000
Recreation, Culture and Education	16.975	16.775	18.775	23.450	25.700
Solid Waste	18.000	19.000	18.000	18.000	19.000
Water/Wastewater Utility	40.000	40.000	40.000	41.000	41.000
	<b><u>895.925</u></b>	<b><u>900.025</u></b>	<b><u>932.325</u></b>	<b><u>977.6</u></b>	<b><u>981.550</u></b>

*Notes:*

Allocated positions on July 1 of each fiscal year.

Full time equivalent, permanent positions only, split department employee shown in home department.

*Source:*

Final Budget Book

<b>2008-2009</b>	<b>2009-2010</b>	<b>2010-2011</b>	<b>2011-2012</b>	<b>2012-2013</b>
5.000	5.000	5.000	5.000	5.000
5.800	5.800	4.300	4.800	2.800
5.000	5.000	6.000	6.000	5.750
120.450	117.350	111.950	108.950	112.200
152.300	124.050	122.300	121.900	124.400
198.000	197.500	219.500	210.000	217.000
362.750	357.150	348.200	333.650	331.250
34.000	33.000	33.000	33.000	33.000
25.700	23.700	23.700	23.700	23.700
18.800	19.000	15.000	14.000	14.000
41.000	42.000	43.000	42.000	42.000
<b>968.800</b>	<b>929.550</b>	<b>931.950</b>	<b>903.000</b>	<b>911.100</b>

**COUNTY OF LAKE  
OPERATING INDICATORS BY DEPARTMENT/FUNCTION  
LAST TEN FISCAL YEARS**

<b>Department/Function</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Assessor</b>					
Total number of assessment roll units:					
Secured	62,805	62,711	62,728	62,820	63,094
Unsecured	12,675	7,920	8,128	8,253	8,266
<b>Community Development</b>					
Building permits issued	1,686	679	592	1,556	1,209
Building inspections conducted	n/a	n/a	9,684	7,778	6,888

Source: Community Development Department

<b>County Clerk/Auditor-Controller</b>					
Certified copies of confidential marriage licenses	22	21	20	12	11
Confidential marriage licenses	15	10	8	5	4
Deputy commissioner for a day	8	24	26	24	22
Fictitious business name statements	633	600	657	601	923
Legal document assistant filings	1	1	1	0	2
Marriage ceremonies performed	82	89	152	114	99
Notary public filings	60	107	90	63	47
Process server filings	5	10	5	7	5
Public marriage licenses	268	297	316	307	285
Unlawful detainer assistant filings	1	1	0	1	0

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
The County Clerk's office is the primary source for information gathered

<b>District Attorney</b>					
Filed Infractions	126	67	182	299	122
Filed felonies	698	702	773	758	713
Filed misdemeanors	2,990	2,423	2,540	2,166	2,169
Number of cases received	5,624	5,486	5,476	4,695	4,083
Total # of cases filed	3,814	3,192	3,495	3,223	3,004

All figures are based on a calender year calculation. The information provided is as of 12/31/12  
The District Attorney's office is the primary source for information gathered.

<b>Probation</b>					
# of Adults Supervised	710	743	786	825	742
# of Juveniles Supervised	387	386	424	381	220
# of Informal Juvenile Cases	21	27	33	27	67
Avg Juvenile Hall population	35	36	34	39	32
# of Adult Reports	1,054	1,141	1,063	928	966
# of Juvenile Reports	273	228	313	568	322
Civil Reports	n/a	n/a	n/a	n/a	n/a

All figures are based on a calender year calculation. The information provided is as of 12/31/12  
The Probation office is the primary source for information gathered

2009	2010	2011	2012	2013
63,154	63,154	63,141	63,093	63,082
7,898	7,898	7,792	7,454	7,155
936	976	818	855	737
4,734	3,336	2,632	2,681	1,311
18	15	16	14	14
7	8	3	6	4
37	46	36	47	40
513	516	552	542	467
0	1	3	2	3
89	87	78	82	88
40	41	41	32	35
6	9	8	11	3
299	274	253	252	278
1	0	0	2	1
41	26	47	53	n/a
761	739	883	868	n/a
2,404	2,135	2,024	1,797	n/a
4,687	4,317	4,508	4,754	n/a
3,206	2,900	2,954	2,718	n/a
713	848	890	1,050	n/a
210	116	111	217	n/a
188	19	21	160	n/a
22	15	12	20	n/a
848	736	740	1,028	n/a
395	215	210	338	n/a
n/a	n/a	n/a	0	n/a

**COUNTY OF LAKE  
OPERATING INDICATORS BY DEPARTMENT/FUNCTION  
LAST TEN FISCAL YEARS**

<b>Department/Function</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Public Services</b>					
<b>Parks &amp; Rec</b>					
Acreage	229	243	243	244	244
Playgrounds	10	9	8	8	12
Baseball/Softball Fields	4	4	4	4	4
Soccer/Football Fields	n/a	n/a	n/a	n/a	n/a
Tennis Courts	3	3	3	3	2
Public Pools	1	1	1	1	1
Community Centers	n/a	n/a	n/a	n/a	n/a
Veterans Buildings	1	1	1	1	1
Day use & camping parks	20	22	22	23	23
Open space areas (County Developed)	1	1	1	1	1
Outdoor event centers (i.e. Fairgrounds, etc)	n/a	n/a	n/a	n/a	n/a
<b>Solid Waste</b>					
Waste recycled (tons per month)	1,952	2,129	1,889	2,585	3,000
Landfill waste disposal (tons per month)	3,942	4,037	3,441	4,439	4,250
<b>Museums</b>					
# of museums	2	2	2	2	2

Data is as of December 31 of each fiscal year.  
Source: Lake County Public Services Department

<b>Library</b>					
* Volumes in Collection	111,997	117,638	118,204	133,132	139,697
*Volumes Borrowed	159,347	168,866	170,277	179,696	201,072

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13.  
\*The information provided by the Library is from an automation system that belongs to Sonoma County Library and is printed

<b>Public Works</b>					
Streets (miles)	613	613	613	613	613
Streetlights	7	7	7	7	7
Traffic Signals	3	3	3	3	3
Seawalls	6	6	6	6	
Bridges	115	115	115	113	113
Roads heavy equipment	62	62	61	64	54
Airport	1	1	1	1	1

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
The Public Works office is the primary source for information gathered



2009	2010	2011	2012	2013
------	------	------	------	------

244	1,788	1,788	1790	1790
12	12	12	12	12
4	4	4	4	4
n/a	n/a	n/a	0	0
2	2	2	2	2
1	1	1	1	1
n/a	n/a	n/a	0	0
1	1	1	1	1
23	24	24	25	25
1	1	1	1	1
n/a	n/a	n/a	0	0

3,000	3,000	3,000	2,240	2184
4,150	4,052	3,400	2,475	4681

2	2	2	2	2
---	---	---	---	---

145,655	146,052	146,772	146,590	144,937
223,268	247,510	246,948	163,907	122,611

ted from their circulation figures

612	612	612	616	616
7	7	19	19	19
3	3	7	7	7
6	6	6	6	6
113	118	118	118	122
54	52	48	48	47
1	1	1	1	1

**COUNTY OF LAKE  
OPERATING INDICATORS BY DEPARTMENT/FUNCTION  
LAST TEN FISCAL YEARS**

<b>Department/Function</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Sheriffs Department</b>					
Stations	2	2	2	2	2
Jail & Detention Facilities	1	1	1	1	1
Cases Written	5,920	5,110	5,260	5,143	4,736
Dispatch Calls	45,210	43,630	41,640	46,403	50,261
Citations issued	970	790	700	469	489
Avg. Daily inmate population	242	251	279	282	244

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
The Sheriff's Office is the primary source for information gathered

**Special Districts**

**Water**

Water Mains (miles)	75	76	78	85	86
Pump Stations	n/a	n/a	n/a	21	21
Fire Hydrants	258	263	268	268	268
Storage Capacity (thous. of gallons)	2,652	2,652	4,692	3,902	3,902
Wells	n/a	n/a	n/a	15	15
Meters	n/a	n/a	n/a	4,149	4,263
Treatment Facilities	n/a	n/a	n/a	18	18

**Wastewater**

Collection System (mi)	242	242	242	312	316
Force Mains (mi)	n/a	n/a	11	38	38
Lift Stations	64	64	64	66	66
Capacity (AWWF-Mgal/day)	n/a	n/a	n/a	22	22
Manholes	n/a	n/a	n/a	3,939	3,939
Treatment Facilities	n/a	n/a	n/a	4	4

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
Lake County Special Districts is the primary source for information gathered

Capacity (AWWF-Mgal/day)	n/a	n/a	n/a	n/a	22
Manholes	n/a	n/a	n/a	n/a	3,939
Treatment Facilities	n/a	n/a	n/a	n/a	4

All figures are based on a fiscal year calculation. The information provided is as of 06/30/12  
Lake County Special Districts is the primary source for information gathered

2009	2010	2011	2012	2013
------	------	------	------	------

2	3	3	4	5
1	1	1	1	1
5,615	5,895	5,352	5394	5,038
52,990	51,240	53,137	58868	54,408
608	501	514	346	422
224	227	212	264	308

86	148	148	148	148
21	21	21	21	21
268	450	454	454	454
3,912	3,902	3,902	3,902	4,002
15	19	20	22	22
4,283	4,330	4,330	4,330	4,330
18	18	18	18	18

316	316	316	316	316
38	92	92	92	97
66	67	67	67	67
22	22	22	22	22
3,939	3,940	3,940	3,940	3,941
4	4	4	4	4

22	22	22	22	22
3,939	3,939	3,940	6,940	3,940
4	4	4	4	4

**COUNTY OF LAKE**  
**Capital Asset Statistics**  
**By Function Last Ten Fiscal Years**

Function/Program	Fiscal Year				
	2004/2005	2005/2006	2005/2006	2006/2007	2007/2008
<b>Public Services</b>					
<b>Parks and Recreation</b>					
Acreage	229	243	243	244	244
Playgrounds	10	9	8	8	12
Baseball/softball fields	4	4	4	4	4
Tennis courts	3	3	3	3	2
Public pools	1	1	1	1	1
Veterans buildings	1	1	1	1	1
Day use and camping parks	20	22	22	23	23
Open space areas (County developed)	1	1	1	1	1
Outdoor event centers (i.e. Fairgrounds, etc)	n/a	n/a	n/a	n/a	n/a
<b>Solid Waste</b>					
Waste recycled (tons per month)	1,952	2,129	1,889	2,585	3,000
Landfill waste disposal (tons per month)	3,942	4,037	3,441	4,439	4,250
<b>Museum</b>					
Number of museums	2	2	2	2	2
Data is as of December 31 of each fiscal year. Source: Lake County Public Services Department					
<b>Library</b>					
* Volumes in Collection	111,997	117,638	118,204	133,132	139,697
*Volumes Borrowed	159,347	168,866	170,277	179,696	201,072
All figures are based on a fiscal year calculation. The information provided is as of 06/30/13. *The information provided by the Library is from an automation system that belongs to Sonoma County Library and is p					
<b>Public Works</b>					
Streets (miles)	613	613	613	613	613
Streetlights	7	7	7	7	7
Traffic signals	3	3	3	3	3
Seawalls	6	6	6	6	0
Bridges	115	115	115	113	113
Roads heavy equipment	62	62	61	64	54
Airport	1	1	1	1	1

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
The Public Works office is the primary source for information gathered

Fiscal Year				
2008/2009	2009/2010	2010/2011	2011/2012	2012/2013

244	1,788	1,788	1,790	1,790
12	12	12	12	12
4	4	4	4	4
2	2	2	2	2
1	1	1	1	1
1	1	1	1	1
23	24	24	25	25
1	1	1	1	1
n/a	n/a	n/a	-	-

3,000	3,000	3,000	2,240	2,184
4,150	4,052	3,400	2,475	4,681

2	2	2	2	2
---	---	---	---	---

145,655	146,052	146,772	146,590	144,937
223,268	247,510	246,948	163,907	122,611

rinted from their circulation figures

612	612	612	616	616
7	7	19	19	19
3	3	7	7	7
6	6	6	6	6
113	118	118	118	122
54	52	48	48	47
1	1	1	1	1

**COUNTY OF LAKE**  
**Capital Asset Statistics**  
**By Function Last Ten Fiscal Years**

Function/Program	Fiscal Year				
	2004/2005	2005/2006	2005/2006	2006/2007	2007/2008
<b>Sheriff Department</b>					
Stations	2	2	2	2	2
Jail and detention facilities	1	1	1	1	1
Cases Written	5,920	5,110	5,260	5,143	4,736
Dispatch Calls	45,210	43,630	41,640	46,403	50,261
Citations issued	970	790	700	469	489
Avg. Daily inmate population	242	251	279	282	244

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
The Sheriff's Office is the primary source for information gathered

**Special Districts**

**Water**

Water mains (miles)	75	76	78	85	86
Pump stations	n/a	n/a	n/a	21	21
Fire hydrants	258	263	268	268	268
Storage capacity (thousands of gallons)	2,652	2,652	4,692	3,902	3,902
Wells	n/a	n/a	n/a	15	15
Meters	n/a	n/a	n/a	15	15
Treatment facilities	n/a	n/a	n/a	18	18

**Wastewater**

Collection system (miles)	242	242	242	312	316
Force mains	n/a	n/a	11	38	38
Lift stations	64	64	64	66	66
Treatment capacity (thousands of gallons)	n/a	n/a	n/a	22	22
Manholes	n/a	n/a	n/a	3,939	3,939
Treatment facilities	n/a	n/a	n/a	4	4

All figures are based on a fiscal year calculation. The information provided is as of 06/30/13  
Lake County Special Districts is the primary source for information gathered

Fiscal Year				
2008/2009	2009/2010	2010/2011	2011/2012	2012/2013

2	3	3	4	5
1	1	1	1	1
5,615	5,895	5,352	5,394	5,038
52,990	51,240	53,137	58,868	54,408
608	501	514	346	422
224	227	212	264	308

86	148	148	148	148
21	21	21	21	21
268	450	454	454	454
3,912	3,902	3,902	3,902	4,002
15	19	20	22	22
15	19	20	22	22
18	18	18	18	18

316	316	316	316	316
38	92	92	92	97
66	67	67	67	67
22	22	22	22	22
3,939	3,940	3,940	3,940	3,941
4	4	4	4	4